



Staff Report

File #: 21-400
Version: 1

Date: 9/27/2021
Item #: 3.3b.

TO: Chair and Housing Authority Commissioners

THROUGH: Steve Powers, Executive Director

FROM: Nicole Utz, Administrator

SUBJECT:

Purchase and Sale Agreement for Southfair Apartments and transfer of the Housing Authority Payment contract associated with Southfair Apartments to the Yaquina Southfair Housing Limited Partnership

Ward(s): All Wards

Commissioners(s): All Commissioners

Neighborhood(s): All Neighborhoods

Result Area(s): Safe Community; Welcome and Livable Neighborhood

SUMMARY:

Conveyance of the Southfair Apartments and transfer of the Housing Authority Payment (HAP) contract associated with Southfair Apartments from the Southfair Housing Limited Partnership to the Yaquina Southfair Housing Limited Partnership will allow SHA to combine the Southfair Apartments with the proposed Yaquina affordable housing development for purposes of financing. This partnership will provide funds to support a renovation of Southfair Apartments and addition of two fully ADA accessible units where the daycare used to operate. This process will also allow the partnership to construct 52 new units at Yaquina Hall that will assist in housing individuals with Serious and Persistent Mental Illness.

ISSUE:

Shall the Housing Authority Commission approve Resolution No. 2279 (Attachment 1) authorizing the Salem Housing Authority to take all actions necessary to close on conveyance of the Southfair Apartments and transfer of the HAP contract associated with Southfair Apartments?

RECOMMENDATION:

Approve Resolution No. 2279 authorizing the Salem Housing Authority to take all actions necessary to close on conveyance of the Southfair Apartments and transfer of the HAP contract associated with Southfair Apartments.

FACTS AND FINDINGS:

The Housing Authority is the general partner and controlling principal of both partnerships. Seller and Purchaser have come to terms on a Purchase and Sale Agreement (Agreement) (Attachment 2) whereas, upon closing the seller will convey title of the property to the purchaser for the appraised value. Key terms of the Agreement are below.

Sales Price: \$2,020,000

Closing Date: on or before December 31, 2021, or at a mutually agreed later date

BACKGROUND:

Southfair Apartments located at 1903 Fairgrounds Road NE, Salem, Marion County Oregon 97301 has a total of 40 units, of which 8 units are subject to a Project-based Section 8 Housing Assistance Payment (the "HAP Contract")

Nicole Utz
Administrator

Attachments:

1. Resolution No. 2279
2. Purchase and Sale Agreement