

**ANNUAL REPORT REGARDING THE
LOW AND MODERATE INCOME HOUSING FUND
FOR FISCAL YEAR 2016-17
PURSUANT TO SENATE BILL 341
FOR THE CITY OF HAWAIIAN GARDENS**

This Housing Successor Annual Report regarding the Low and Moderate Income Housing Fund (LMIHF) has been prepared pursuant to California Health and Safety Code Section 34176.1(f) and is dated as of December 31, 2017. The Report sets forth certain details of the City of Hawaiian Gardens activities during Fiscal Year 2016-17. The purpose of this report is to provide the governing body of the Housing Successor and annual report on the housing assets and activities of the Housing Successor under part 1.85, Division 24 of the California Health and Safety Code, in particular sections 34176 and 34176.1.

The following Report is based upon information prepared by city staff and information contained within the independent financial audit of the Low and Moderate Income Housing Asset Fund contained in the City's Comprehensive Annual Financial Report for fiscal year 2016-17 as prepared by White Nelson Diehl Evens LLP.

- I. **Amounts Deposited Pursuant to Section 34191.4(b)(3)(A) into the LMIHF:**
None.
- II. **Amounts held at year-end for items listed on the ROPS:**
During FY 2016-17, \$1,050,290 was received via the ROPS process for the repayment of outstanding ERAF loans.
- III. **Ending Balance of the LMIHF:**
At the close of the fiscal layer, the ending balance in the LMIHF was \$3,700,586 of which \$1,050,290 is available for future housing uses.
- IV. **Description of expenditures from LMIHF:**
There were no expenditures from the LMIHF during the year.
- V. **Statutory Value of Real Property and Loans:**
The LMIHF does not own any real property. The value of the outstanding loans to the Successor Agency at the end of fiscal year 2016-17 is \$2,665,810.
- VI. **Description of Transfers:**
There were no transfers from the LMIHF during the year.
- VII. **Project Descriptions:**
The Housing Successor does not receive or hold property tax revenue pursuant to the ROPS.

VIII. Status of Compliance with Section 33334.16:

During 2015-16 the Successor Agency engaged a real estate consulting firm to handle the disposition of the properties that were approved by the Department of Finance for sale. During FY 2016-17 some properties were sold and the proceeds have been deposited in the Successor Agency Fund.

IX. Description of Outstanding Obligations Pursuant to Section 33413:

There are no required obligations.

X. Extremely-Low Income Test:

None in fiscal year 2016-17.

XI. Senior Housing Test:

None in fiscal year 2016-17.

XII. Excess Surplus Test:

The excess surplus calculation will not be performed until there are five years of deposits in the LMIHF.

XIII. Homeownership:

There has not been any affordable housing developed either individually or jointly by the housing successor, former redevelopment agency or city within the previous 10 years.