

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OLYMPIA, WASHINGTON, AUTHORIZING IN SUBSTANTIALLY FINAL FORM A PRIORITY AND SUBORDINATION AGREEMENT RELATED TO CITY OF OLYMPIA HOME FUND GRANT AGREEMENT NO. 22-HFC-006**

**WHEREAS**, the City of Olympia (City) currently has a Home Fund Grant Agreement with the Low Income Housing Institute (LIHI) in the amount of \$150,000.00, Home Fund Loan No. 22-HFC-006, to develop affordable housing and housing-related services for the residents of the City of Olympia; and

**WHEREAS**, LIHI is in the process of obtaining both public and private financing for new construction of a 64-unit multi-family building located at 111 Pattison Street NE that will be rented to homeless persons, including homeless seniors; and

**WHEREAS**, development and financing of LIHI's low-income housing project also requires approval of a Priority and Subordination Agreement that sets out the priority of the interests of various lenders and entities lending or granting funds to LIHI for its low income housing project known as Unity Commons Phase 2; and

**WHEREAS**, the document attached hereto as Exhibit A relates to interests in real estate, said document has gone through legal review, has been approved in substantially final form, and will be executed in escrow during the closing process; and

**WHEREAS**, the Olympia City Council determines it to be in the best interests of the City of Olympia and its residents to provide for its most vulnerable populations by agreeing to LIHI's request to subordinate the City's Home Fund Grant No. 22-HFC-006 in the priority listed on Exhibit A attached hereto;

**NOW, THEREFORE, THE OLYMPIA CITY COUNCIL DOES HEREBY RESOLVE** as follows:

1. The document attached hereto as Exhibit A is hereby approved in substantially final form.
2. The City Manager is directed and authorized to execute the attached Priority and Subordination Agreement on behalf of the City of Olympia in substantially the final form as presented in this Resolution, subject to the City Manager's authority and discretion to make any amendments or minor modifications as may be required and are consistent with the intent of the attached document, or to correct any scrivener's errors.

**PASSED BY THE OLYMPIA CITY COUNCIL** this \_\_\_\_\_ day of \_\_\_\_\_ 2023.

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY CLERK

APPROVED AS TO FORM:

**Mark Barber**  
\_\_\_\_\_  
CITY ATTORNEY