RESOLUTION NO. 2617

A RESOLUTION GRANTING AN EXEMPTION FROM PROPERTY TAXES UNDER ORS 307.540 TO ORS 307.548 FOR CREEKSIDE WOODS LP, A LOW-INCOME APARTMENT DEVELOPMENT OWNED AND OPERATED BY NORTHWEST HOUSING ALTERNATIVES, INC.

WHEREAS, maintaining Wilsonville's existing affordable housing supply is necessary for its continued health and growth; and

WHEREAS, Northwest Housing Alternatives (NHA), a not-for-profit organization, constructed the Creekside Woods LP, an affordable housing development located at 8725 SW Wilsonville Road, Wilsonville OR; and

WHEREAS, the Creekside Woods LP includes 84 residential units, for people with very low income; and

WHEREAS, NHA is currently seeking to preserve Creekside Woods LP as affordable housing; and

WHEREAS, a property tax exemption is essential to Creekside Woods LP's continuation as affordable housing; and

WHEREAS, ORS 307.540 to 307.548 authorizes property tax exemptions for affordable housing owned by not-for-profit corporations and occupied by low-income persons; and

WHEREAS, the City of Wilsonville wishes to adopt and/or ratify the policy set forth in those sections; and

WHEREAS, NHA has requested a property tax exemption for its Creekside Woods LP development, pursuant to ORS 307.543(2); and

WHEREAS, the property was formally owned by the City of Wilsonville and West Linn-Wilsonville School District property tax levies jointly comprise more than 51% of the total combined rate of taxation on Creekside Woods, LP; and

WHEREAS, NHA has received an exempt status from the West Linn-Wilsonville School District for the Creekside Woods LP for property taxation arising under its jurisdiction unless and until terminated pursuant to ORS 307.548;

NOW, THEREFORE, THE CITY OF WILSONVILLE RESOLVES AS FOLLOWS:

Section 1: The City of Wilsonville adopts the provisions of ORS 307.540 to 307.548.

Section 2: NHA and its affordable housing development, Creekside Woods LP, qualify for a property tax exemption pursuant to ORS 307.540 to 307.548.

Section 3: The Finance Director is directed to request the Clackamas County Assessor to exempt Autumn Park Apartments from taxation by all taxing jurisdictions pursuant to ORS 307.543(2), commencing on the first day of the tax assessment year beginning July 1, 2017.

Section 4: This Resolution shall take effect upon the occurrence of the following:

- a) Submission, to the City of Wilsonville's City Manager, of an application conforming to the requirements of ORS 307.545
 requesting a property tax exemption for Autumn Park Apartments.
- Section 5: This Resolution is to remain in effect unless and until termination occurs pursuant to ORS 307.548.

Section 6: This resolution is effective upon adoption.

ADOPTED by the Wilsonville City Council at a regular meeting thereof this 20th day of March 2017 and filed with the Wilsonville City Recorder this date.

	Tim Knapp, Mayor	
ATTEST:		
Sandra C. King, MMC, City Recorder		

SUMMARY OF VOTES: Mayor Knapp - Yes Council President Starr - Yes Councilor Stevens - Yes Councilor Lehan -Yes Councilor Akervall -Yes

APPLICATION

PROPERTY TAX EXEMPTION FOR LOW-INCOME HOUSING HELD BY CHARITABLE, NONPROFIT ORGANIZATIONS

		(For Office Use Only)	<u> </u>		
City of Wils		124/17 \$	250 Applica 50 Renewal Receipt No		Charleston V# 1350 >Creekside V# 1351
		CONTENTS			V# 1349
				Page	
SectionA.	App	lication Information		1	
	B.	Property to be considered for exemption	n	2	
	C.	Leasehold Interest in Eligible Property		2	
	D.	Description of Charitable Purpose/Proj	ect Benefit	3	
	E.	Declarations		4	
Section A -	- Applic	ant Information			
Corporate N	Name: <u>N</u>	orthwest Housing Alternatives			
Address: 22	316 SE	Willard St., Milwaukie OR 97222			
Telephone:	(503) 6 Busi		Residence (O	ptional)	
Email Addr	ess: gra	u@nwhousing.org			
Chief Execu	utive Of	ficer: Martha McLennan			
Contact Per	son: Ra	y Hackworth Telephone: (503) 654-1	007 x101		

(Sections B, C, and D must be filled out for each building for which you are requesting a tare exemption)						
Organization: Creekside Woods Limited Partnership						
Property Address: 7825 SW Wilsonville Rd., Wilsonville, OR 97070						
Assessor's Property Tax Account Number(s): 05022666						
(Be sure to identify all account numbers for both land and improvements on the property for which you are requesting tax exemption, in some cases, land and improvements may hav separate property tax account numbers.)						
Total number of residential units in the building: 84						
Number of residential units occupied by very low-income people: 84						
Total square feet in building: 73,042						
Total square feet used to house very low-income people ⁶ 73,042						
Section C – Leasehold Interest in Eligible Property Do you own the property in question? X Yes No If you answered "no" to the above question, do you have leasehold interest in the property? Yes No						
If yes, please include a statement describing how, as the nonprofit organization, you are obligated under the terms of the lease to pay the ad valorem taxes on this property or other contractual arrangement such that the property tax exemption benefits accrue to the nonprofit agency and the residential tenants served rather than the owner or corporation from whom you lease.						

Section B – Property to be Considered for Exemption

⁶ This includes halls, baths, dining, and other space dedicated to residential use. Retail uses and other accessory uses not related to residential use are not to be counted.

Section D – Description Of Charitable Purpose/Project Benefit (Use for multiple projects if same conditions apply)

Will th	he cost savings resulting from the proposed tax exemption enable you to do the following?
1.	Reduce the rents that your very low-income residential tenants pay on the property in question? X Yes No If so, by approximately how much? \$48/unit/month
2.	Provide grater services to your very log income residential tenants? X Yes No.
3.	If yes, in what way(s)? All cost savings are passed directly through to the tenants in the form of reduced rents.
4.	Provide any other benefit to your very low-income residential tenants?YesX_No. If yes, please explain:
	lease the property identified in this application, to what extent does your lease agreement de with the timeframe of the qualifying tax year? Please Explain:
	JOH HUNT ASSESSE A TOTAL TO THE TOTAL TOTAL TO THE TOTAL
	PA ANNIAS DATE OF THE PROPERTY

Section E- Declarations

Please read carefully and sign below before a notary.

- 1. I have attached to this application the IRS declaration of the status of application as a tax exempt corporation under 26 U.S.C. Section 501(c)(3) or (4).
- 2. I am aware that the income qualifying tenants must meet the income guidelines in accordance with 42 U.S.C. Section 1437 (a)(b)(2) as amended. See Attachment A, Income Eligibility Schedule). Tenant incomes do not exceed these limitations, as I verily believe.
- 3. I am aware of all requirements for tax exemption imposed by ORS 307.540-307.545 (Chapter 660 Oregon Laws 1985, as amended by Chapter 756 Oregon Laws 1987) and implemented by Resolution No. 1854 of the City of Wilsonville.
- 4. The above-described properties qualify or will qualify upon completion of any rehabilitation improvements and subsequent occupancy by very low-income residents for property tax exemption within 30 days of the April 1st application or the date of approyal.

Agency Chief Executive Officer (Signature)

Martha McLennan

Agency Chief Executive officer (Print or typed)

For:

Northwest Housing Alternatives

Corporate Name (Print or type)

Subscribed and sworn to before me this 20 day of February, 2017.

Notary Public For Oregon

My Commission Expires: 729 2019

OFFICIAL STAMP THERESA LYNNE NOE NOTARY PUBLIC-OREGON COMMISSION NO. 941282 MY COMMISSION EXPIRES JULY 29, 2019

Department of the Treasury

Internal Revenue Service
District Director
P 0 B0X 486
L0S ANGELES, CA 900530486
AUG 2 4 1989.

Date:

NORTHWEST HOUSING ALTERNATIVES INC 2316 SOUTH EAST WILLARD STREET MILWAUKIE, OR 97222 Employer Identification Number:
93-0814473
'Case Number:
958131104
Contact Person:
TERRY IZUMI
Contact Telephone Number:
(213) 894-4170

Our Letter Dated: Dec.17, 1985 Caveat Applies: no

Dear Applicant:

This modifies our letter of the above date in which we stated that you would be treated as an organization which is not a private foundation until the expiration of your advance ruling period.

Based on the information you submitted, we have determined that you are not a private foundation within the meaning of section 509(a) of the Internal Revenue Code, because you are an organization of the type described in section 509(a)(1) and 170(b)(1)(A)(vi). Your exempt status under section 501(c)(3) of the code is still in effect.

Grantors and contributors may rely on this determination until the Internal Revenue Service publishes a notice to the contrary. However, a grantor or a contributor may not rely on this determination if he or she was in part responsible for, or was aware of, the act or failure to act that resulted in your loss of section 509(a)(1) status, or acquired knowledge that the Internal Revenue Service had given notice that you would be removed from classification as a section 509(a)(1) organization.

Because this letter could help resolve any questions about your private foundation status, please keep it in your permanent records.

If the heading of this letter indicates that a cayeat applies, the caveat below or on the enclosure is an integral part of this letter.

If you have any questions, please contact the person whose name and telephone number are shown above.

Singerely yours,

Frederick C. Nielsen District Director

NOAH Property Inspection Report

Inspection Date: Physical Occupancy as of Property Name: Property Address: Property Management of Sponsor: Sponsor Contact:	Creekside Woods 7825 SW Wilsonvi	ille Rd, Wilsonville ИР	il 8, 2016 , OR 97070	
Loan Balance: \$1,337,2	53 A:	s of: 12/22/16	Risk Rating: 1	
Overall Condition on Da ☐ Superior Abo	•] Satisfactory	☐ Below Average	☐ Unsatisfactory
Deferred Maintenance: Comments: Some of the window m			se are within warranty and	are being addressed.
rafters. The tenants ken The landscaping is good a nation-wide lawsuit w mechanics are failing. I the building system is c	ood that many of t ep good care of the I but there are a fe with the siding man They are under war urrent. The sprink In the electrical room	eir units. There wa w weeds here and ufacturer and the rranty and are bein ler system will be to m there were som	as only one instance of flan there that could be easily siding is slowly being repla ng replaced as needed. The tested next week, making i e metal chairs within 2 fee	acks and water staining on the end nmable materials near the heater. taken care of. NHA is currently in aced. Some of the window e fire alarms have been tested and it not current, but since it's et of the main electrical box. Since
Frequency Indicated:	☐ Every three ye ☐ Every two yea ☑ Annual (≥\$1,0	rs (≥\$500,000 and	≤\$1,000,000)	
Property Condition Sun Date of Inspection: Date Next Inspection Di Follow-up Needed from Immediate Acti General Inspect	ue: 1 Owner/Managem on:	April 7, 201	6 Io	

Exterior Condition of Property	Acceptable Condition	Comments
Roofing	⊠Yes □No	The end caps have staining.
Siding	□Yes ⊠No	Some of the panels are cracking. There is a national lawsuit in progress with the manufacturer and the siding is slowly being replaced on the property. The natural wood is showing stains just under the window vents.
Gutters and downspouts	⊠Yes □No	Secure and no splash back since they are pulled away from the building.
Exterior Doors	⊠Yes □No	
Foundation	⊠Yes □No	
Foundation	⊠Yes □No	No cracks
Sidewalks	⊠Yes □No	
Pavement	⊠Yes □No	
Light Standards	⊠Yes □No	
Mail Boxes	No □No	
Property Sign	⊠Yes □No	
Landscaping	N □ No	
Windows	⊠Yes □No	Some of the window mechanics are failing. These are within the warranty period and are being replaced over the years.
Play Areas	□Yes □No	N/A
Fencing	⊠Yes □No	
Garbage Areas	No □No	
Comments:		

rall Rating	☐ Satisfa
n of Property: Ove	Above Average
Exterior Condition	☐ Superior ⊠

□ Satisfactory

☐ Below Average

☐ Unsatisfactory

Creekside Property Inspection Form 2016 0408 12/22/2016 4:17 PM

Common Area Condition	Area:	Area:	Area:		Area: offices	ffices
	community	mechanical	electrical	<u>a</u>		
	room	room	room			
Functioning Smoke Detectors:	⊠Yes □No	⊠Yes □No	□Yes	oN □	⊠Yes	oN□
Walls and Ceilings free of water stains and/or mold and mildew:	N□ SaV⊠	N □ No	□Yes	ON	⊠Yes	ON
Flooring free of spongy/soft spots, excessive wear and tear, or tripping hazards:	ON□ SAV⊠	No □No	□Yes	ON	⊠Yes	□No
Window sills are free of condensation:	⊠Yes □No	⊠Yes □No	□Yes	ON [⊠Yes	ON 🗆
Unit is free of potential fire hazards from heaters or flammable items being stored in the	⊠Yes □No	⊠Yes □No	Yes	ON 🗆	⊠Yes	ON
ovens (note: Items in nonconneaters only applicable in the fleating system is baseboard of cadet)						
Stove indicator light is functioning:	⊠Yes □No	⊠Yes □No	□Yes	ON	⊠Yes	oN □
Sinks free of leaks:	⊠Yes □No	⊠Yes □No	□Yes	□No	⊠Yes	□No
Adequate Ingress and Egress:	⊠Yes □No	⊠Yes □No	□Yes	ON	⊠Yes	ON
Free of Infestation:	⊠Yes □No	⊠Yes □No)	□No	⊠Yes	□No
Fire extinguishers inspections current:	⊠Yes □No	⊠Yes □No	□Yes	ON	⊠Yes	ON
Fire alarm system inspection current:	□Yes □No	⊠Yes □No	□Yes	ON	⊠Yes	□No
Elevator inspection current:	□Yes □No	□Yes □No	□Yes	ON	⊠Yes	□No
Free of exposed or rusted/corroded electrical wiring:	□Yes □No	□Yes □No) □Yes	□No	⊠Yes	□No
Free of flammable items beyond size for normal household usage:	⊠Yes □No	□Yes □No	□Yes	ON	⊠Yes	□No
Breaker box accessible and labeled:	⊠Yes □No	□Yes □No	∫ ⊡Yes	□No	⊠Yes	□No
Free of Other Notable Health/Safety Concerns:	⊠Yes □No	□Yes □No	□Yes	ON	⊠Yes	□No
Comments	Traps out for	Cleared by	Metal chairs	hairs		
	sugar ants.	fire	by breaker	ker		
	Split at	department.	box. To be	pe		
Sprinkler system will be tested soon but the alarm system is current.	storage room joint.		moved.			
	•					

Common Area Condition: Overall Rating

☐ Superior ☐ Above Average ☐ Satisfactory

☐ Unsatisfactory

☐ Below Average

Creekside Property Inspection Form 2016 0408 12/22/2016 4:17 PM

Unit Interior Condition

Unit#	433	430	331	236	
Unit Size					
Functioning Smoke Detectors:	□Yes □No	⊠Yes □No	⊠Yes □No	⊠Yes □No	0
Walls and Ceilings free of water stains and/or mold and mildew:	⊠Yes □No	⊠Yes □No	⊠Yes □No	No □No	0
Flooring free of spongy/soft spots, excessive wear and tear, or tripping hazards:	⊠Yes □No	⊠Yes □No	N□ SY⊠	⊠Yes □No	٥
Window sills are free of condensation:	N □ No	N □ No	ON□ SƏV⊠	⊠Yes □No	0
Unit is free of potential fire hazards from heaters or flammable items being stored	⊠Yes □No	⊠Yes □No	□Yes ⊠No	⊠Yes □No	٥
in the ovens (Note: items in front of heaters only applicable if the heating system is baseboard or cadet):					
Stove indicator light is functioning:	⊠Yes □No	⊠Yes □No	N□ SaY⊠	⊠Yes □No	0
Sinks free of leaks:	⊠Yes □No	⊠Yes □No	⊠Yes □No	No □No	0
Adequate Ingress and Egress (bedrooms require two forms for egress):	⊠Yes □No	⊠Yes □No	ON□ SəY⊠	No □No	0
Unit is free of Infestation:	⊠Yes □No	⊠Yes □No	N□ səy⊠	No □No	٥
Breaker box accessible and labeled:	⊠Yes □No	⊠Yes □No	N□ səY⊠	☑Yes □No	0
Unit is free of exposed or rusted/corroded electrical wiring:	⊠Yes □No	⊠Yes □No	⊠Yes □No	No □No	٥
Unit is free of flammable items beyond size for normal household usage:	⊠Yes □No	⊠Yes □No	N⊃ No □No	No □No	0
Unit is free of Other Notable Health/Safety Concerns:	⊠Yes □No	⊠Yes □No	⊠Yes □No	No □No	٥
Comments			Easter baskets		
			next to		
			heater.		
Unit Interior Condition: Overall Rating					
☐ Superior ☐ Above Average ☐ Satisfactory ☐ Below Average	☐ Unsatisfactory	tony			

4 Creekside Property Inspection Form 2016 0408 12/22/2016 4:17 PM

Unit Interior Condition

Unit #	131		105		211		303	
Unit Size								
Functioning Smoke Detectors:] sə\⊠	ON	⊠Yes □	□No	⊠Yes	□No	⊠Yes	□No
Walls and Ceilings free of water stains and/or mold and mildew:	N Yes [ON	⊠Yes □	ON [⊠Yes	ON	⊠Yes	ON
Flooring free of spongy/soft spots, excessive wear and tear, or tripping hazards:] SaY⊠	ON	⊠Yes □	ON	⊠Yes	□No	⊠Yes	ON
Window sills are free of condensation:] Sə\⊠	ON	□ Xes □	ON	⊠Yes	ON	⊠Yes	ON
Unit is free of potential fire hazards from heaters or flammable items being stored in the potential fire heating system	⊠Yes	ON [⊠Yes □	oN 🗆	⊠Yes	ON	⊠Yes	□No
is baseboard or cadet):								
Stove indicator light is functioning:	⊠Yes [□ No	⊠Yes □	ON [⊠Yes	oN □	⊠Yes	ON
Sinks free of leaks:] sə\⊠	ON	⊠Yes □	□No	⊠Yes	ON	⊠Yes	□No
Adequate Ingress and Egress (bedrooms require two forms for egress):	⊠Yes	ON	⊠Yes □	ON	⊠Yes	ON	⊠Yes	ON
Unit is free of Infestation:] Sə√⊠	□No	⊠Yes □	ON	⊠Yes	□No	⊠Yes	□No
Breaker box accessible and labeled:] sə∧⊠	□No	⊠Yes □	ON	⊠Yes	ON	⊠Yes	□No
Unit is free of exposed or rusted/corroded electrical wiring:] sə√⊠	□No	⊠Yes	□No	⊠Yes	□No	⊠Yes	□No
Unit is free of flammable items beyond size for normal household usage:] sə∧⊠	ON		ON	⊠Yes	ON	⊠Yes	oN □
Unit is free of Other Notable Health/Safety Concerns:	⊠Yes [□No	⊠Yes □	□No	⊠Yes	□No	⊠Yes	□No
Comments			Bathroom	E				
			switch flickers.	kers.				
			Larry will	=				
			replace the	he				
			switch. Sink to	k to				
			be cleared.	j j				

Creekside Property Inspection Form 2016 0408 12/22/2016 4:17 PM

Unit Interior Condition

Functioning Smoke Detectors: Walls and Ceilings free of water stains and/or mold and mildew:		
er stains and/or mold and mildew:		
	⊠Yes	□ No
	⊠Yes	ON
Flooring free of spongy/soft spots, excessive wear and tear, or tripping hazards:	⊠Yes	ON □
Window sills are free of condensation:	⊠Yes	ON
Unit is free of potential fire hazards from heaters or flammable items being stored	⊠Yes	oN □
in the ovens (Note: items in front of heaters only applicable if the heating system		
is baseboard or cadet):		
Stove indicator light is functioning:	⊠Yes	□ No
Sinks free of leaks:	⊠Yes	□No
Adequate Ingress and Egress (bedrooms require two forms for egress):	⊠Yes	ON
Unit is free of Infestation:	⊠Yes	oN □
Breaker box accessible and labeled:	⊠Yes	ON
Unit is free of exposed or rusted/corroded electrical wiring:	⊠Yes	□No
Unit is free of flammable items beyond size for normal household usage:	⊠Yes	□No
Unit is free of Other Notable Health/Safety Concerns:	⊠Yes	□No
Comments		

















Creekside Property Inspection Form 2016 0408 12/22/2016 4:17 PM



7825 SW Wilsonville Road | Wilsonville, Oregon 97070 Office 503-855-4426 | Fax 503-855-4427 | creekside@ipmco.com

April 12th 2016

Unit# 331, Figueiredo

RE: NOAH Inspection

Hello Rachel

Thank you again for your time Friday regarding the NOAH Inspection. I know that inspections by lenders/funders place a burden on tenants, so we appreciate your time and hospitality.

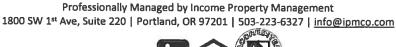
There was one health and safety findings that required immediate action. The <u>Easter baskets</u> next to the base board heater in the bedroom needs to be moved **8-10 inches away from the heater**.

Please contact me when you have moved the items so that I can confirm the completion in my report to NOAH. If you have any questions or concerns feel free to call or come by the office M-F from 9-5pm.

Thank you for your time in this matter,

Laura Blackburn | Property Manager Creekside Woods, Senior Living Community

CC: Resident File





NOAH INSPECTION FINDINGS REQUIRING IMMEDIATE ACTION

Property Name: Creekside Woods

Inspection Date: April 8, 2016

The following items from the inspection noted above require immediate action to address health and safety concerns. Unless otherwise specified, these items should be addressed within three business days of the inspection. Please return this completed form to:

Inspector Name: Webly Bowles Email: weblyb@mpoweroregon.com

Response Due Date: April 11, 2016

Unit #/ Area	Action Item	Completion Date	Notes
331	Remove Easter baskets next to heater.	4/12/16	Notified resident in writing and in person to cure. LB

Response Submitted By: Laura Blackburn

Response Date: 4/12/16