

A RESOLUTION SUPPORTING THE APPROVAL OF THE ISSUANCE OF TAX-EXEMPT HOUSING REVENUE BONDS BY THE PUBLIC FINANCE AUTHORITY OF WISCONSIN FOR ACQUIRING AND IMPROVING RESIDENTIAL RENTAL HOUSING FACILITIES IN THE CITY OF DETROIT

WHEREAS, this Honorable Body has been advised that an affiliate (the “**Borrower**”) of Community Finance Corporation, a nonprofit corporation (“**CFC**”) and an organization described under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the “**Code**”), has requested the assistance of the Public Finance Authority (the “**Authority**”), a governmental entity established under Section 66.0304 of the Wisconsin State Statutes, to issue qualified 501(c)(3) private activity bonds, as defined in Section 145 of the Code (the “**Bonds**”), and loan the proceeds thereof to the Borrower in order to (i) pay the costs of acquiring and improving residential rental housing facilities to be owned and operated by the Borrower or an affiliate of the Borrower, including facilities located in Detroit, Michigan, that are currently operating as a Hawthorn Suites Hotel, located at 5777 Southfield Freeway (the “**Facility**”), (ii) fund required reserves; and (iii) pay certain costs of issuance (collectively, the “**Project**”); and

WHEREAS, Borrower’s acquisition, improvement, and operation of the Facility are intended to provide much-needed affordable and market-rate rental housing and to relieve the burden on the local governmental unit, the City of Detroit (the “**City**”), to provide the same, and

WHEREAS, the development, construction, and operation of the Facility as described by the Borrower will serve the public purposes of providing much needed affordable and market-rate rental housing within the city of Detroit, promoting the economic stability and welfare of the City and its residents, and diversifying the economy of the City, all of which are a burden on the local government, its taxpayers, and residents (collectively, “**Governmental Burdens**”); and

WHEREAS, the City finds that the development, construction, and operation of the Facility to be undertaken by the Borrower will lessen its Governmental Burdens; and

WHEREAS, Section 66.0304(11)(a) of the Wisconsin Statutes requires that the City approve the financing of the Project as a condition precedent to the issuance of the Bonds; and

WHEREAS, Code Section 147(f) requires that a governmental unit having jurisdiction over the area in which the Facility is to be located must first approve the issuance of the Bonds; and

WHEREAS, the approval by the governmental unit having jurisdiction over the area in which the Facility to be financed by the issue is located of the issuance of the Bonds to finance the Project must be obtained after a public hearing; and

WHEREAS, the Mayor of the City of Detroit, as the chief elected executive officer, is the “applicable elected representative” (as that term is defined in Code Sec. 147) to approve the issuance of the Bonds and the plan of finance for the Project following a public hearing; and

WHEREAS, it is intended that this Resolution evidence this Honorable Body's support of the Project and authorization for the Mayor of the City of Detroit to approve the issuance of the Bonds and the plan of finance for the Project pursuant to Section 66.0304(11)(a) of the Wisconsin Statutes and as the "applicable elected representative" as defined in Section 147(f) of the Code. Therefore, it is hereby

RESOLVED, that this Honorable Body hereby approves the issuance of the Bonds by the Authority for the purpose of financing the Project; and be it further

RESOLVED, that, as the applicable elected representative of the governmental unit having jurisdiction over the area in which the Project is to be located, the Mayor is hereby authorized to approve the issuance of the Bonds and the financing of the Project for the purposes of Section 66.0304(11)(a) of the Wisconsin Statutes and for the purposes of Section 147(f) of the Code.