

July 10, 2024

Honorable City Council City of Detroit 1340 Coleman A. Young Municipal Center Detroit, MI 48226

Re: Abolishment of the 55 Canfield Brownfield Redevelopment Plan

Dear Honorable Council Members:

The 55 Canfield Brownfield Redevelopment Plan (the "Plan") was approved by City Council on September 14, 2005. The legal descriptions for the subject Plan are attached (Exhibit A).

At the regularly scheduled June 12, 2024 DBRA Board of Directors meeting, DBRA staff recommended termination of the Plan on the basis that the project has been completed and the purposes for which the plan was established are accomplished in accordance with Section 14(8)(a) of Act 381. The DBRA subsequently adopted a resolution (Exhibit B) approving the abolishment of the Plan and authorizing the submission of a copy of its resolution to request that City Council adopt a resolution abolishing the Plan.

The DBRA, as authorized by City Council, sent a notification of abolishment of the Plan (Exhibit C) in accordance with Section 14(8)(b).

Authority's Request

The Authority is respectfully requesting the following action from the City Council:

- a.) July 16, 2024
 - Referral of the resolution abolishing the Plan to Detroit City Council Planning and Economic Development Standing Committee on July 18, 2024.
- b.) July 18, 2024
 - Consideration of the City Council's Planning and Economic Development Standing Committee to abolish the Plan and opportunity for the Developer to be heard during public comment.
- c.) July 23, 2024
 - City Council adoption of the Resolution (Exhibit D), abolishing the Plan.

Sincerely,

Jennifer Kanalos Authorized Agent

C: Detroit City Council

City Clerk Lakisha Barclift Jai Singletary Raymond Scott Brian Vosburg Malik Washington

Exhibit A Legal Descriptions of Plan to be Terminated

II. GENERAL PROVISIONS

A. Description of Eligible Property (Section 13(1)(g))

The property included in this Brownfield Plan consists of the following parcel:

Parcel ID	Address	Owner	Legal Description
2/000879	55 Canfield W	South University Village, LLC	S Canfield B&A James A Jones Re-Sub L7 P49 Plats, W C R 2/44 90 Irreg.

Exhibit A includes a site map of the parcel. The site is located on Canfield, immediately west of Woodward Avenue in the Midtown area of the City of Detroit. The building located at 55 Canfield was constructed in 1926 by Graybar Electric, who used the building for electrical parts manufacturing. In 1960, Detroit Public Schools purchased the building and used it until 2003 for administration and storage. The building was originally constructed and intended for manufacturing use and is approximately 42,000 square feet in size. The area of Midtown where this building is located has evolved into the cultural epicenter of the City of Detroit with drastically increased residential numbers, restaurants and retail. The City's future vision for this area includes the redevelopment of this building and neighboring parcels into a vibrant residential and retail community, bustling with shoppers, residents and restaurant goers.

The Project involves the complete renovation of the current building into 30 loft condominiums and attached parking, with 4,160 square feet of ground floor retail. The interior of the building will be demolished to the studs, and reconfigured. New construction will involve the creation of 30 residential units within the building, common areas, elevators, and stairs. The units will be designed as urban lofts with exposed duct work, brick walls, where they currently exist, and high ceilings. The project will generate significant foot traffic in the area, connecting the existing retail in the area with new residents and bring new consumers to the area.

The parcels and all tangible personal property located thereon will comprise the eligible property and is referred to herein as the "Property."

B. Basis of Eligibility (Section 13(1)(h) and Section 2(m))

The property is considered "eligible property" as defined by Act 381, Section 2 because (a) the property was previously utilized for a commercial and/or residential purpose; (b) it is located within the City of Detroit, a qualified local government unit; and (c) the building has been determined to be "functionally obsolete." Act 381, Section 2 defines "functionally obsolete" as a property that meets the following criteria:

 the property is unable to be used to adequately perform the function for which it was intended due to a substantial loss in value resulting from factors such as overcapacity, changes in technology, deficiencies or superadequacies in design, or other similar factors that affect the property itself or the property's relationship with other surrounding property.

The use of this building for manufacturing purposes is, therefore, no longer supported by market demand, nor is the building, based on its age, able to handle the demands of current manufacturing technology. All systems within the building, including fire suppression, electrical and

Exhibit B DBRA Resolution



CODE DBRA 24-06-97-03

55 CANFIELD BROWNFIELD PLAN: RECOMMENDATION TO CITY COUNCIL TO ABOLISH PLAN

WHEREAS, the City of Detroit Brownfield Redevelopment Authority (the "DBRA") was created pursuant to Michigan Public Act 381 of 1996, as amended ("Act 381"); and

WHEREAS, the City Council of the City of Detroit ("City Council") is the governing body (as that term is defined by Act 381) of the DBRA; and

WHEREAS, on June 28, 2005, the DBRA Board of Directors approved the 55 Canfield Brownfield Plan (the "Plan") and recommended the approval of the Plan to City Council; and

WHEREAS, on September 14, 2005, City Council approved the Plan; and

WHEREAS, Section 14(8)(a) of Act 381 of 1996, as amended, permits a governing body to abolish a brownfield plan when it finds that the purposes for which the plan was established are accomplished; and

WHEREAS, on October 10, 2017, City Council delegated developer termination notices to the DBRA; and

WHEREAS, the "developer" for the Plan is South University Village, LLC (the "Developer"); and

WHEREAS, the DBRA has determined that the project identified in the Plan has been completed and the purposes for which the Plan was established have been accomplished; and

WHEREAS, the DBRA Board of Directors desires to recommend abolishment of the Plan to City Council.

NOW THEREFORE, BE IT RESOLVED, subject to the notice authority delegated to the DBRA by the City Council, the DBRA Board of Directors hereby authorizes a written abolishment notice to the Developer; and

BE IT FURTHER RESOLVED, subject to the completion of the notice requirement described in Section 14(8)(b)(i) of Act 381 and the provision to the Developer of an opportunity to be heard at a public meeting pursuant to Section 14(8)(b)(ii) of Act 381, the DBRA Board of Directors hereby recommends abolishment of the Plan to City Council; and

BE IT FURTHER RESOLVED, subject to the abolishment of the Plan by City Council, that the DBRA Board of Directors hereby authorizes the termination of any other agreements or contracts between the Developer and the DBRA that were executed in conjunction with the Plan; and

BE IT FURTHER RESOLVED, that any two Officers, or any one of the Officers and any one of the Authorized Agents or any two of the DBRA's Authorized Agents, shall hereafter have the authority to negotiate and execute all documents with such other terms and conditions that are determined by such Authorized Agents and/or Officers to be customary or appropriate and not inconsistent with this resolution,

and to negotiate and execute all other documents, contracts, or papers, and take all actions, necessary or appropriate to implement the provisions and intent of this resolution on behalf of the DBRA.

BE IT FINALLY RESOLVED, that all of the acts and transactions of any officer or authorized agent of the DBRA, in the name and on behalf of the DBRA, relating to matters contemplated by the foregoing resolutions, which acts would have been approved by the foregoing resolutions except that such acts were taken prior to execution of these resolutions, are hereby in all respects confirmed, approved and ratified.

June 12, 2024

Exhibit C Notice of Abolishment



June 13, 2024 SENT VIA CERTIFIED MAIL

Colin Hubbell South University Village, LLC 101 West Canfield Detroit, MI 48201 Jill Ferrari
Redevelopment and Restoration Consultants
1250 Library Ave., Suite 21
Detroit, MI 48226

RE: Notice of Intent to Abolish Brownfield Plan for 55 Canfield Project

To Whom it May Concern:

Per Act 381 of 1996 Section 14(8)(a), this letter is to inform you that the Detroit City Council has authorized this notice to inform you that abolishment of the Brownfield Plan for 55 Canfield Project (the "Plan") will be considered in no less than thirty ("30") days.

On September 14, 2005 the Detroit City Council approved the Plan.

It is our understanding that the project as described in the Plan has been completed, the associated Single Business Tax Credit has been utilized, and the purposes for which the plan was established have been accomplished. Because the project has been completed, the Brownfield Plan will be abolished for the subject project per Act 381 of 1996 Section 14(8)(a). While you are welcome to speak at any public meeting of City Council regarding the proposed abolishment, the following public meetings have been tentatively scheduled at the Coleman A. Young Municipal Center, 2 Woodward Avenue, 13th Floor, Detroit, MI 48226 regarding the abolishment of the Plan where, should you desire, you will also have an opportunity to be heard:

- Thursday, July 18, 2024 at 10:00 AM Detroit City Council Planning & Economic Development Standing Committee
- Tuesday, July 23, 2024 at 10:00 AM Detroit City Council of the Whole Meeting

In no event would any abolishment be effective until at least 30 days after the date of this notice. Should you have any questions please feel free to contact Brian Vosburg at (313) 237-4612 or bvosburg@degc.org.

Sincerely,

Jennifer Kanalos Authorized Agent

CC: Rebecca Navin, DEGC
Brian Vosburg, DEGC/DBRA
Ngozi Nwaesei, Lewis & Munday

Jenn. Jes Konn K

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. PS Form 3811, July 2015 PSN 7530-02-000-9053 Print your name and address on the reverse Attach this card to the back of the mailpiece, so that we can return the card to you. or on the front if space permits. Article Number (Transfer from service label) South University Village, 9590 9402 4309 8190 5440 70 101 West Canfield Detroit, MI 48201 Colin Hubbell 2290 0000 8690 7845 LLC 3. Service Type

| Adult Signature | Adult Signature | Adult Signature | Cartified Mail® | Certified Mail® | Certified Mail® | Certified Mail® | Collect on Delivery | Collect o COMPLETE THIS SECTION ON DELIVERY D. Is delivery address different from item 1?
If YES, enter delivery address below: B. Received by (Printed Name) A. Signature Mail Restricted Delivery ☐ Priority Mail Express®
☐ Registered Mail[™]
☐ Registered Mail Restricted
Delivery Domestic Return Receipt ☐ Signature Confirmation
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U.S. Postal Service" **CERTIFIED MAIL® RECEIPT** 784 8690 Certified Mail Fee Extra Services & Fees (che Return Receipt (electronic) Certified Mail Restricted Deli Here Adult Signature Required Adult Signature Restricted Deliv 2270 \$ Total Colin Hubbell 7018 Sent : South University Village, LLC 101 West Canfield Detroit, MI 48201 City, &

Exhibit D City Council Resolution

RESOLUTION ABOLISHING THE BROWNFIELD PLAN OF THE CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY FOR THE 55 CANFIELD REDEVELOPMENT PROJECT:

City of Detroit County of Wayne, Michigan

WHEREAS, pursuant to 381 PA 1996, as amended ("Act 381"), the City of Detroit Brownfield Redevelopment Authority ("Authority") has been established by resolution of the City Council of the City of Detroit (the "City Council") for the purpose of promoting the revitalization of eligible properties in the City of Detroit; and

WHEREAS, on September 14, 2005, City Council approved the Brownfield Plan for the 55 Canfield project (the "Plan"); and

WHEREAS, the eligible property described in <u>Exhibit A</u>, attached hereto, is the eligible property subject to the Plan; and

WHEREAS, Section 14(8)(a) of Act 381 permits a governing body to abolish a brownfield plan or plan amendment for an eligible property if finds that the purposes for which the plan was established are accomplished; and

- **WHEREAS**, the City Council is the governing body (as that term is defined by Act 381) of the Authority; and
- WHEREAS, the Authority's staff has confirmed that the project has been completed and the purposes for which the plan was established are accomplished; and
- **WHEREAS**, on June 12, 2024, the Board of Directors of the Authority adopted a resolution recommending abolishment of the Plan; and
- **WHEREAS,** on October 3, 2017, City Council authorized the Authority, on behalf of City Council, to manage and/or administer the notices required by Act 381 in connection with any brownfield plan or plan amendment terminations; and

WHEREAS, a notice of the abolishment of the Plan was given in accordance with Section 14(8)(b)(i) of Act 381, a copy of which is attached as Exhibit B; and

WHEREAS, in accordance with Section 14(8)(b)(ii) of Act 381, the developer identified in the Plan was provided with an opportunity to be heard at a public meeting on July 18, 2024.

NOW, THEREFORE, BE IT RESOLVED, THAT:

- 1. The Plan is hereby abolished by City Council in accordance with Section 14(8)(a) of Act 381.
- 2. City Council hereby ratifies the termination, if any, of any agreements or contracts between the developer of the Plan and the Authority that were executed in conjunction with the Plan, including, but not limited to, the reimbursement agreement.

The City Clerk is requested to submit one (1) certified copies of this Resolution to the DBRA, 500 Griswold Street, Suite 2200, Detroit, MI 48226

AYES:	Members		
NAYS:	Members		
RESOLUT	ΓΙΟΝ DECLARED ADOPTED).	
		Janice Winfrey, City Clerk City of Detroit	

County of Wayne, Michigan

, ,	a true and complete copy of a resolution
adopted by the City Council of the City of Detr	oit, County of Wayne, State of Michigan, at
a regular meeting held on, 20	024, and that said meeting was conducted
and public notice of said meeting was given	pursuant to and in full compliance with the
Open Meetings Act, being Act 267, Public Act	s of Michigan, 1976, as amended, and that
the minutes of said meeting were kept and	will be or have been made available as
required by said Act.	
Janio	ce Winfrey, City Clerk
City	of Detroit
Cour	nty of Wayne, Michigan