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November 6, 2024

The Honorable Detroit City Council ATTN: City Clerk's Office 200 Coleman A. Young Municipal Center Detroit, Michigan 48226

RE: Amendment to Subgrant Agreement with the City of Detroit Brownfield Redevelopment Authority to Eliminate Blight Using Funds Accepted form the State Land Bank Authority

## Honorable City Council:

The State Land Bank Authority previously awarded the City of Detroit Housing & Revitalization Department ("HRD") a total of Twenty-Five Million and Zero/100 Dollars (\$25,000,000.00) (the "SLBA Grant"). The SLBA Grant was awarded to HRD to remove blight and undertake site and infrastructure work at certain projects sites in Detroit, including the former Kettering High School at 6101 Van Dyke, the former Southwestern High School Site at 6701 West Fort & 201 Waterman, and the Greater Eastern Market Area (collectively, the "Subgrant Project Sites").

This SLBA Grant has no City match requirement. City Council accepted the SLBA Grant and established Appropriation Number 21246, FY 2023 Blight Elimination Grant.

HRD previously requested, and this City Council approved, a Subgrant Agreement (the "Subgrant Agreement") to the City of Detroit Brownfield Redevelopment Authority ("DBRA") to complete the SLBA Grant work at the Subgrant Project Sites. HRD hereby submits to City Council an amendment to that Subgrant Agreement to further the same blight elimination work at the Subgrant Project Sites, all in accordance with the terms of the SLBA Grant and the Subgrant Agreement.

I respectfully request your approval of this First Amendment to the Subgrant Agreement in accordance with the attached resolution.

Sincerely,

Julie Schneider

Director, Housing & Revitalization Department

## RESOLUTION

WHEREAS, the City of Detroit Housing & Revitalization Department ("<u>HRD</u>") was awarded and accepted a grant from the State Land Bank Authority ("<u>SLBA</u>") in the amount of Twenty-Five Million and Zero/100 Dollars (\$25,000,000.00) (the "<u>Grant Dollars</u>") to eliminate blight at certain project sites in Detroit; and

WHEREAS, the City of Detroit established the City of Detroit Brownfield Redevelopment Authority (the "DBRA") pursuant to Michigan Public Act 381 of 1996, as amended, to promote the revitalization of environmentally distressed and blighted areas within the boundaries of the City of Detroit; and

WHEREAS, the City has in the past transferred funds and property to the DBRA to utilize the public authority's statutory and other capabilities in order to address blight conditions and promote the redevelopment of blighted and contaminated properties;

WHEREAS, the City of Detroit, acting by and through HRD, was approved by this City Council to transfer a portion of the SLBA grant dollars, accepted and appropriated as part of the FY 2023 Blight Elimination Grant, to the DRBA, in order to execute blight removal work pursuant to the terms of that certain Subgrant Agreement from HRD to the DBRA (the "Subgrant Agreement");

WHEREAS, the City of Detroit, acting by and through HRD, wishes to amend the Subgrant Agreement to increase the portion of Grant Dollars available to SLBA (the "Amendment");

WHEREAS, the Law Department has approved as to form this Amendment to the Subgrant Agreement; now

THEREFORE, BE IT RESOLVED, that the Director of Housing & Revitalization or her designee is authorized to execute the Amendment; and

BE IT FURTHER RESOLVED, that the Budget Director is authorized to transfer amounts described in the Subgrant Agreement from the amounts appropriated as part of the FY 2023 Blight Elimination Grant.