

October 23, 2024

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

Re: Abolishment of the Coronado Apartments Brownfield Redevelopment Plan

Dear Honorable Council Members:

The Coronado Apartments Brownfield Redevelopment Plan (the "Plan") was approved by City Council on May 3, 2011. The legal descriptions for the subject Plan are attached (Exhibit A).

At the regularly scheduled September 25, 2024 DBRA Board of Directors meeting, DBRA staff recommended abolishment 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.) October 29, 2024

Referral of the resolution abolishing the Plan to Detroit City Council Planning and Economic Development Standing Committee on November 7, 2024.

b.) November 7, 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.) November 12, 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 the Eligible Property (Section 13 (1)(h)) and the Project

The property comprising the eligible property is located at 3751-3773 Second Avenue in Detroit. The subject property's tax identification number is 04/000731-50. The parcel is functionally obsolete.

Coronado Apartments LDHA LP is the project developer ("Developer"). However, the identified "Developer" in the Brownfield Plan is subject to change. The project consists of the comprehensive redevelopment of a four story multi-family residential building, which is located in the Cass Corridor/Midtown Area of Downtown Detroit. The Romanesque Style building is listed on the State of Michigan and National Registry of Historic Sites and was originally built in 1894; there is a high basement that rises above ground level topped by four stories and an attic. The exterior uses red and yellow brick along with rusticated sandstone with concrete foundations, sandstone and brick wall construction. The building is currently in need of a significant restoration of the façade and roof, and will consist of the redevelopment of 24 - two bedroom apartment units. Each of the 24 - two bedroom apartments will be ~1,300 square feet in size

Attachment A includes a site map of the parcel. The property is located in the Cass Corridor neighborhood of Detroit and is bounded by Selden Street to the north; Second Avenue to the east; the property line and residential development to the south; and the property line and vacant land to the west.

The eligible property will include all tangible personal property to be located on the real property. Parcel information is outlined below.

| Address | 3751-3773 Second Avenue | |
|-------------------|--|--|
| Parcel ID | Ward 04, Item 000731-50, Dimensions: 163x128 | |
| Owner | Coronado Assoc Ltd Partnership | |
| Legal Description | North 145 feet of Lots 15 and 16 and North 145 feet of East 10 feet of Lot 14, Block 92, Subdivision of Port of Cass Farm, as recorded in Liber 1, Pages 175, 176, and 177 of Plats, Wayne County Records. | |

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

Attachment B provides a description of the project to be completed at the Property (the "Project"), and Attachment C includes letters of support of the Project.

Exhibit B DBRA Resolution



CODE DBRA 24-09-210-03

CORONADO APARTMENTS 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 March 23, 2011, the DBRA Board of Directors approved the Coronado Apartments Brownfield Plan (the "Plan") and recommended the approval of the Plan to City Council; and

WHEREAS, on May 3, 2011, 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 Coronado Apartments LDHA LP (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 termination 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 termination 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.

September 25, 2024

Exhibit C Notice of Abolishment



October 2, 2024

SENT VIA CERTIFIED MAIL

Coronado Apartments LDHA LP 3535 Cass Avenue Detroit, Michigan 48201 AKT Peerless 333 W Fort St #1410 Detroit, MI 48226

RE: Notice of Intent to Abolish the Brownfield Plan for Coronado Apartments

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 Coronado Apartments Project (the "Plan") will be considered in no less than thirty ("30") days.

On March 23, 2011 the DBRA adopted and on May 3, 2011 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, November 7, 2024 at 10:00 AM Detroit City Council Planning & Economic Development Standing Committee
- Tuesday, November 12, 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

Jenn. Goo Wown to

Brian Vosburg, DEGC/DBRA Ngozi Nwaesei, Lewis & Munday

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Exhibit D City Council Resolution

RESOLUTION ABOLISHING THE BROWNFIELD PLAN OF THE CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY FOR THE CORONADO APARTMENTS 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 May 3, 2011, City Council approved the Brownfield Plan for Coronado Apartments (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 September 25, 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 November 7, 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 | | |
| RESOLU | TION DECLARED ADOPTED |). | |
| | | Janice Winfrey, City Clerk City of Detroit | |

County of Wayne, Michigan

| , , | s a true and complete copy of a resolution | | | | |
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| adopted by the City Council of the City of D | etroit, County of Wayne, State of Michigan, at | | | | |
| a regular meeting held on, | 2024, and that said meeting was conducted | | | | |
| and public notice of said meeting was give | n pursuant to and in full compliance with the | | | | |
| Open Meetings Act, being Act 267, Public Acts 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. | | | | | |
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| | nice Winfrey, City Clerk | | | | |
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