

"Walk on"
Referral
PED



**Housing and Revitalization
Department**

Coleman A. Young Municipal Center
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November 7, 2024

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

**RE: Request to Accept and Appropriate the Detroit Brownfield Redevelopment Authority
Funding Agreement for Stellantis Phase 3 Home Repair Programming**

Honorable City Council:

The Detroit Brownfield Redevelopment Authority ("DBRA") has approved the transfer of Michigan Strategic Fund ("MSF") unencumbered dollars in an amount of \$2.8 million (the "Principal Repair Funds"), plus a potential \$1 million in additional unencumbered dollars (the "Supplemental Repair Funds," and together with the Principal Repair Funds, the "Repair Funds") pending the completion of the DBRA's internal financial reconciliation process.

The Repair Funds will be transferred to the City of Detroit Housing & Revitalization Department ("HRD"). There is no match requirement.

Originally, the DBRA received the Repair Funds as part of a larger \$55 million MSF transfer in support of the DBRA's land assembly and site preparation obligations for the Stellantis Mack and Conner facility (the "Project"). MSF recently approved an amendment authorizing the DBRA to deliver the Repair Funds to the City to fund additional community benefits in the Project's impact area. These community benefits include the implementation of Phase 3 of the City's Home Repair Program administered and implemented by the Bridging Neighborhoods division of the City of Detroit Housing & Revitalization Department ("HRD").

If approval is granted to accept and appropriate this funding, the appropriation number is **21491**.

We respectfully ask your approval to accept, set-up and appropriate funding in accordance with the attached resolution.

Respectfully submitted,

DocuSigned by:
Julie Schneider
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Julie Schneider
Director, Housing & Revitalization

DocuSigned by:
Donald R. Johnson
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Office of Budget

Attachment

cc: Luke Polcyn, Mayor's Office
Val Miller, HRD

11-12-24 rec'd @ the table

BY COUNCIL MEMBER _____

WHEREAS, the Housing & Revitalization Department is requesting authorization to accept a transfer of unencumbered Michigan Strategic Fund dollars from the Detroit Brownfield Redevelopment Authority in the amount not less than Two Million Eight Hundred Thousand and Zero/100 (\$2,800,000.00) but with a maximum potential spending authority of Three Million Eight Hundred Thousand and Zero/100 (\$3,800,000.00) to support the Stellantis Phase 3 Home Repair Program and provide home repairs to residents living in the Impact Area set forth in the community benefits agreement for FCA US LLC; and

WHEREAS, the Law Department has approved the attached agreement as to form; and

WHEREAS, this request has been approved by the Office of Budget; now

THEREFORE, BE IT RESOLVED, that the Director or Head of the Department is authorized to execute the grant agreement on behalf of the City of Detroit, and

BE IT FURTHER RESOLVED, that the Budget Director is authorized to accept, setup, and appropriate Appropriation # 21491 Home Repair Program - DBRA in the maximum amount of \$3,800,000.00 for the DBRA Funding Agreement (Stellantis Phase 3 Home Repair Program), to be expended by the City pursuant to the terms of that certain Funding Agreement by and between the City of Detroit and the Detroit Brownfield Redevelopment Authority.