

OFFICE OF THE CHIEF FINANCIAL OFFICER Office of Development and Grants

Coleman A. Young Municipal Center 2 Woodward Avenue, Suite 1026 Detroit, Michigan 48226 Phone 313•628•1258 Fax 313•224•0542 www.detroitmi.gov

January 22, 2025

The Honorable Detroit City Council **ATTN: City Clerk Office** 200 Coleman A. Young Municipal Center Detroit MI 48226

RE: Request to Accept an Increase in Appropriation for the FY 2023 Brownfield Redevelopment - Preserve on Ash I & II Grant

The Michigan Department of Environment, Great Lakes, and Energy has awarded an increase in appropriation to the City of Detroit Buildings, Safety Engineering, and Environmental Department for the FY 2023 Brownfield Redevelopment - Preserve on Ash I & II Grant, in the amount of \$250,000.00. This funding will increase appropriation 21284, previously approved in the amount of \$750,000.00, to a total of \$1,000,000.00.

The objective of the grant is to support affordable housing development in Greater Corktown. The funding allotted to the department will be utilized to provide assessments, due care, and remediation for contaminated parcels within the Preserve on Ash Phase I (3303 14Th St. et al.) and Phase II projects (3029 14th St. et al.).

I respectfully ask your approval to accept the increase in appropriation funding in accordance with the attached resolution.

Sincerely,

DocuSigned by: Perri Daniels

DocuSigned by: Matthew Spayth

Öffice of Budget

Terri Daniels Director of Grants, Office of Development and Grants

CC: Sajjiah Parker, Assistant Director, Grants



RESOLUTION

Council Member_____

WHEREAS, the Buildings, Safety Engineering, and Environmental Department is requesting authorization to accept an increase in appropriation for the FY 2023 Brownfield Redevelopment - Preserve on Ash I & II Grant, from the Michigan Department of Environment, Great Lakes, and Energy, in the amount of \$250,000.00, to support affordable housing development in Greater Corktown; and

WHEREAS, this funding will increase appropriation 21284, previously approved in the amount of \$750,000.00, to a total of \$1,000,000.00; and

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

BE IT RESOLVED, that the Budget Director is authorized to increase the budget accordingly for appropriation number 21284, in the amount of \$250,000.00, for the FY 2023 Brownfield Redevelopment - Preserve on Ash I & II Grant.



Tracking Code: 2023-2539 Location Code: 6K50 Amendment #: 1

PRESERVE ON ASH I & II PROJECT AMENDMENT TO THE BROWNFIELD GRANT AGREEMENT BETWEEN THE MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY AND THE CITY OF DETROIT

This Amendment modifies the grant agreement between the Michigan Department of Environment, Great Lakes, and Energy, (hereafter "State"), and the **city of Detroit** (hereafter "Grantee"), signed by the State on **September 11, 2023,** for the **Preserve on Ash I & II Project.** This Amendment does not take effect until signed by both parties.

The revisions to the grant agreement are limited to those specified below. All other provisions of the agreement remain in effect.

COMPENSATION (BUDGET)

The State and the Grantee agree to the budget modifications described below.

This amendment adds an additional \$250,000 to the project budget as follows:

- An additional \$200,000 will be added under Task 1 Due Care to support activities including but not limited to the installation of a vapor mitigation system and contaminated soil management that may require hazardous materials transportation and disposal.
- An additional \$50,000 will be added under Task 2 Environmental Response Activities to support the excavation, transportation, and disposal of soils necessary to install a direct contact barrier.

Eligible Activity	Original Grant	Amended Grant
	Budget	Budget
1. Due Care	\$432,000	\$632,000
2. Environmental Response Activities	\$200,000	\$250,000
3. EGLE Grant Closeout Report	\$5,000	\$5,000
4. EGLE Sign	\$500	\$500
5. Contingency	\$112,500	\$112,500
Total	\$750,000	\$1,000,000

Budget Adjustment:

AUTHORIZED SIGNATURES

The individuals below certify by their signatures that they are authorized to sign this Grant Amendment on behalf of their agencies and agree to the changes included herein. This Amendment will go into effect upon signature of the State.

FOR THE GRANTEE:

FOR THE STATE:

Authorized Signature	Signature
Crystal Rogers Name	<u>Mike Neller</u> Name
General Manager, Detroit Buildings, Safety, Engineering, and Environmental Department	Director, Remediation and Redevelopment Division
Title	Title
Date	Date