

June 26, 2025

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

Re: The Brownfield Redevelopment Plan for Brush and Edmund

Dear Honorable Council Members:

The enclosed Brownfield Plan for the Brush and Edmund Redevelopment Project (the "Plan") (Exhibit A) was submitted by the Detroit Brownfield Redevelopment Authority Board (the "DBRA") and to the Community Advisory Committee (the "CAC"). The Plan was considered and reviewed by the CAC at its June 11, 2025 meeting and a public hearing was held by the DBRA on June 24, 2025 to solicit public comments. The Committee's communication to the City Council and the DBRA, dated June 24, 2025 (Exhibit B), recommending approval of the Plan, including the excerpt of the minutes of the CAC meetings pertaining to the plan and the minutes the public hearing held by the DBRA, are enclosed for the City Council's consideration.

On June 25, 2025, the DBRA adopted a resolution (Exhibit C) approving the Plan and authorizing the submission of a copy of its resolution and the Plan to the City Clerk, together with a request that the Detroit City Council call a public hearing concerning the Plan and to take all other actions to approve the Plan in accordance with Act 381.

The Plan is now presented to the City Council for approval. The Detroit City Council will, after publication of the notices, hold a public hearing on the Plan. After the public hearing, the City Council shall determine whether the Plan constitutes a public purpose and, if so, may approve or reject the Plan or approve it with modifications.

Project Introduction

Woodward Capital Partners is the project developer ("Developer"). The property comprising the eligible property consists of two vacant, City owned parcels at the corner of Brush St. and Edmund Place. The developer was selected via an RFP issued by the City of Detroit's Housing and Revitalization Department ("HRD") to redevelop the parcels.

The Developer is proposing a new-construction four (4) story mixed-use building. There will be an 1,155 square foot retail space as well as fifty-seven (57) rental apartments which will include studio, one-bedroom, and two-bedroom units. Twelve (12) of the apartments will be affordable for households at 80% AMI, evenly spread across all unit sizes.

| | Avg. Sq. Ft. | 80% AMI | Market Rate | <u>Total</u> |
|-----------------|--------------|---------|----------------|--------------|
| Studio | 396 | 6 | 18 | 24 |
| One (1) Bedroom | 610 | 5 | 25 | 30 |
| Two (2) Bedroom | 980 | 1 | 2 | 3 |

| Total # of Units | 12 | 45 | 57 |
|------------------|----|----|----|
|------------------|----|----|----|

It is currently anticipated that construction will begin in the summer of 2025, and the Project will be completed within approximately 18-24 months thereafter.

The total investment is estimated to be \$15.6 million. The Developer is requesting \$2,938,810.00 in TIF reimbursement for a 16 year affordability period.

There are approximately 45 temporary construction jobs and approximately 4 permanent jobs are expected to be created by the project.

Property Subject to the Plan

The eligible property (the "Property") consists of two (2) parcels, at 301 & 321 Edmund Place bounded by the alley to the north, Brush Street to the east, Edmund Place to the south, and the property line to the west in the Brush Park neighborhood of Detroit.

Basis of Eligibility

The Property is considered "eligible property" as defined by Act 381, Section 2 because (a) it was previously utilized for a commercial purpose; (b) is located within the City of Detroit, a qualified local governmental unit; and (c) the Property will be developed as Housing Property.

Eligible Activities and Projected Costs

The "eligible activities" that are intended to be carried out at the Property are considered "eligible activities" as defined by Sec 2 of Act 381, because they include Project Rent Loss and Infrastructure & Safety Improvements for attainable housing. The eligible activities are to be financed solely by the Developer. The DBRA will reimburse the Developer for the cost of approved eligible activities, but only from tax increment revenues generated and captured from the Property. No advances have been or shall be made by the City or the DBRA for the costs of eligible activities under this Plan. The eligible activities are estimated to commence within 18 months of approval of the Plan and be completed within 3 years.

Tax Increment Financing (TIF) Capture

The Developer desires to be reimbursed for the costs of eligible activities. Tax increment revenue generated by the Property will be captured by the DBRA and used to reimburse the cost of the eligible activities completed on the Property after approval of this Plan pursuant to the terms of a Reimbursement Agreement with the DBRA.

COSTS TO BE REIMBURSED WITH TIF

| 1. | Financing Gap (Project Rent Loss) * | \$2,828,810.00 |
|----|--|----------------|
| 2. | Brownfield and/or Work Plan Preparation | \$30,000.00 |
| 3. | Brownfield and/or Work Plan Implementation | \$50,000.00 |
| | Total Reimbursement to Developer | \$2,938,810.00 |
| 4. | Authority Administrative Costs | \$815,458.00 |
| 5. | State Brownfield Redevelopment Fund | \$179,671.00 |
| 6. | Local Brownfield Revolving Fund | \$1,502,450.00 |
| | TOTAL Estimated Costs | \$5,436,389.00 |
| | | |

The actual cost of those eligible activities encompassed by this Plan that will qualify for reimbursement from tax increment revenues of the DBRA from the Property shall be governed by the terms of the Reimbursement Agreement.

Other Incentives

The Developer is also seeking additional incentives, which include local and/or state approval of a Neighborhood Enterprise Zone (PA 147) tax abatement.

DBRA's Request

The DBRA is respectfully requesting the following actions from the City Council:

a.) July 1, 2025

City Council adoption of the Resolution (Exhibit D), setting the Brush and Edmund Brownfield Redevelopment Plan public hearing, as approved by the Planning and Economic Development Standing Committee Chair and the City of Detroit Clerk, for July 17, 2025 at a requested time of 10:55 AM.

b.) July 17, 2025, requested time of 10:50 AM

Discussion with taxing jurisdictions regarding the fiscal impact of the Plan.

c.) July 17, 2025, requested time of 10:55 AM

Kowa K

Public Hearing at City Council's Planning and Economic Development Standing Committee concerning the Arthur Murray Brownfield Redevelopment Plan.

d.) July 22, 2025

City Council adoption of the Resolution approving the Brush and Edmund Brownfield Redevelopment Plan (Exhibit E).

Sincerely,

Jennifer Kanalos Authorized Agent

C City Clerk

Marcel Todd

Irvin Corley, Jr.

David Whitaker

Lakisha Barclift

Marcel Hurt

Keyontay Humphries

Hassan Beydoun

Kevin Johnson

John George

Rico Razo

Derrick Headd

Brian Vosburg

Malik Washington

EXHIBIT A

CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY

BROWNFIELD PLAN FOR THE BRUSH AND EDMUND REDEVELOPMENT PROJECT

Prepared by:

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Shokar Group 42 Watson St, Suite C Detroit, MI 48201 Contact Person: Nevan Shokar

Phone: (734) 716-7347

June 23, 2025

CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY BROWNFIELD PLAN

TABLE OF CONTENTS

| I. | INTRODUCTION | I-1 |
|------|---|-------|
| II. | GENERAL PROVISIONS | |
| | A. Description of Eligible Property and the Project | II-5 |
| | B. Basis of Eligibility | II-7 |
| | C. Summary of Eligible Activities | II-7 |
| | D. Estimate of Captured Taxable Value and Tax Increment Revenues; Impact of Tax Increment Financing on Taxing Jurisdictions | II-8 |
| | E. Plan of Financing; Maximum Amount Of Note and Bond Indebtedness | II-9 |
| | F. Duration of Plan | II-10 |
| | G. Effective Date of Inclusion | II-11 |
| | H. Displacement/Relocation of Individuals On Eligible Property | II-11 |
| | I. Local Brownfield Revolving Fund (LBRF) | II-11 |
| | J. State Brownfield Redevelopment Fund | II-11 |
| | K. Developer's Obligations, Representations and Warrants | II-12 |
| III. | ATTACHMENTS | |
| | A. Site Map | |
| | B. Legal Description(s) | |
| | C. Project Description | |
| | D. Letters of Support | |

- E. Estimated Cost of Eligible Activities
 - Table 1: Eligible Activities and Costs
 - Table 2: Housing Development Activities Costs
- F. TIF Tables
- G. BSEED Acknowledgement and Receipt Environmental Documents
- H. Incentive Information Chart for Detroit City Council
- I. Affordable Housing Plan

I. INTRODUCTION

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

The primary purpose of this Brownfield Plan (this "Plan") is to promote the redevelopment of and private investment in certain "brownfield" properties within the City. Inclusion of property within this Plan will facilitate financing of environmental response and other eligible activities at eligible properties and will also provide tax incentives to eligible taxpayers willing to invest in revitalization of eligible sites, commonly referred to as "brownfields." By facilitating redevelopment of brownfield properties, this Plan is intended to promote economic growth for the benefit of the residents of the City and all taxing units located within and benefited by the DBRA.

This Plan is intended to apply to the eligible property identified in this Plan and, if tax increment revenues are proposed to be captured from that eligible property, to identify and authorize the eligible activities to be funded by such tax increment revenues.

This Plan is intended to be a living document, which may be modified or amended in accordance with the requirements of Act 381, as necessary to achieve the purposes of Act 381. Except as provided herein, a subsequent change to the identification or designation of a developer or proposed use of the eligible property after the approval of this Plan by the governing body (as defined by Act 381) shall not necessitate an amendment to this Plan, affect the application of this Plan to the eligible property or impair the rights available to the DBRA under this Plan. The applicable sections of Act 381 are noted throughout the Plan for reference purposes.

This Plan describes the project to be completed (see Attachment C) and contains all of the information required by Section 13(2) of Act 381.

II. GENERAL PROVISIONS

A. Description of the Eligible Property (Section 13 (2)(h)) and the Project

The property comprising the eligible property consists of two (2) parcels located at 301 Edmund Place and 321 Edmund Place, Detroit, Michigan. The parcels included within this Plan are each considered to be a "housing property" in accordance with Act 381, as further described in Section B of this Plan. The aforementioned parcels and all tangible personal property located thereon, and all adjacent roads, alleys, and public rights-of-ways, will comprise the eligible property and is collectively referred to herein as the "Property."

Attachment A includes a site map of the Property. The Property is located in Detroit's Brush Park Neighborhood, bounded by Edmund Place to the South and Brush St to the East.

Parcel information for the Property is outlined below.

| Address | 301 Edmund Place, Detroit, MI 48201 |
|-------------------|--|
| Parcel ID | 01000724 |
| Owner | City of Detroit |
| Legal Description | N EDMUND PL 3 W 5 FT OF 2BLK 7 BRUSH SUB L2 P25 PLATS, WCR 1/43 55 X150 |

| Address | 321 Edmund Place, Detroit, MI 48201 |
|-------------------|--|
| Parcel ID | 01000725 |
| Owner | City of Detroit |
| Legal Description | N EDMUND PL E 45 FT OF 2 1BLK 7 BRUSH SUB OF PT OF PK LOTS 14 & 15 L2 P25 PLATS W C R 1/43 105 IRREG |

Brush & Edmund Development, LLC, a Michigan limited liability company, is the project developer ("Developer") and contracted purchaser of the Property. The Developer anticipates closing on the purchase of the Property from the City of Detroit on [insert date/timeframe]. As described in more detail in Attachment C (the "Project"), the Project involves development of the Property into an approximately four (4)-story, mixed-use apartment building with on-site parking which will feature approximately 57 residential rental units (i.e. approximately 24 studio units, 30 one-bedroom units, and 3 two-bedroom units) and approximately 1,100 square feet of ground floor retail space.

For the duration of this Plan: no less than twenty percent (20%) of the units (i.e. approximately six (6) of the Studio units, five (5) of the One Bedroom rental units, and one (1) of the Two Bedroom units) will be reserved for lease by occupants earning no more than 80% of the area median family income (AMI) for Wayne County, as defined in the 'Income and Rent Limits' documents published by the Michigan State Housing Development Authority (MSHDA) (hereinafter collectively referred to as the "Affordability Commitment"). The Affordability Commitment shall be a binding obligation of the Developer, and the Developer's compliance with the Affordability Commitment shall be a condition to the reimbursement of eligible activities contemplated by this Plan, as further described in the Reimbursement Agreement to be executed by the DBRA and the Developer after approval of this Plan (the "Reimbursement Agreement").

It is currently anticipated that construction will begin in the Summer of 2025 and the Project will be completed within 18 months thereafter. The project description provided herein is a summary of the proposed development at the Property at the time of the adoption of this Plan. The actual development may vary from the project description provided herein (including, without limitation, any references to square footage or number of units), without necessitating an amendment to this Plan, so long as such variations are not material and/or arise as a result of changes in market and/or financing conditions affecting the project and/or are related to the addition or immaterial removal of amenities to the Project. Notwithstanding the foregoing, it is expressly understood that in no circumstances shall less than twenty percent (20%) of the apartment units contemplated for the Project be leased to occupants earning no more than 80% AMI and such units shall be evenly distributed throughout the Project and share comparable amenities and finishes to other apartment units in the Project. Any material changes, as determined by DBRA in its sole discretion, to the project description are subject to the approval of the DBRA staff and shall be consistent with the overall nature of the proposed development, its proposed public purpose, and the purposes of Act 381.

Attachment C provides a detailed description of the Project, including details regarding the development team, total investment amount, project uses (residential and commercial), number and type of housing units, number of temporary and permanent jobs, project renderings, and additional financing incentives. Attachment D includes letters of support for the Project. Attachment I provides a detailed description of the affordable housing plan for the Project (the "Affordable Housing Plan").

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

The Property is considered "eligible property" as defined by Act 381, Section 2(p)(ii) because the Property includes "housing property for which eligible activities are identified under a brownfield plan, including personal property located on the property, to the extent included in the brownfield plan."

Section 2(y) of Act 381 defines "housing property" as (i) a property on which one or more units of residential housing are proposed to be constructed, rehabilitated, or otherwise designated to be used as a dwelling, or (ii) one or more units of residential housing proposed to be constructed or rehabilitated and located in a mixed-use project. The Project to be completed at the Property includes the construction of approximately 57 rental units in a mixed-use project, as more particularly described in Attachment I.

C. Summary of Eligible Activities and Description of Costs (Section 13 (2)(a),(b))

The "eligible activities" the Developer intends to conduct at the Property pursuant to this Plan are considered "eligible activities" as defined by Section 2 of Act 381, because they include: Housing Development Activities (i.e. reimbursement to Developer to fill the financing gap associated with the development of housing units priced for Income Qualified Households (as defined by Section 2(z) of Act 381) - see Table 2, Attachment E.

A summary of the eligible activities and the estimated cost of each eligible activity intended to be reimbursed with tax increment revenues generated and captured from the Property are shown in the table attached hereto as Attachment E. The eligible activities described in Attachment E are not exhaustive. Subject to the approval of DBRA staff in writing, additional eligible activities may be carried out at the Property, without requiring an amendment to this Plan, so long as such eligible activities are permitted by Act 381 and the cost of such eligible activities do not exceed the total costs stated in Attachment E.

Unless otherwise agreed to in writing by the DBRA, the Project shall commence within eighteen (18) months after the date the governing body approves this Plan and shall be completed within three (3) years after execution of the Reimbursement Agreement. Any long-term monitoring or operation and maintenance activities or obligations that may be required will be performed in compliance with the terms of this Plan and any documents prepared and/or executed in conjunction with or pursuant to this Plan.

The Developer desires to be reimbursed for the costs of eligible activities as described below. Some eligible activities may commence prior to the adoption of this Plan and, to the extent permitted by Act 381, the costs of such eligible activities shall be reimbursable pursuant to the Reimbursement Agreement. To the extent permitted by Act 381, tax increment revenue generated by the Property will be captured by the DBRA and used to reimburse the cost of the eligible activities completed on the Property pursuant to the Reimbursement Agreement. In the event this Plan contemplates the capture of tax increment revenue derived from "taxes levied for school operating purposes" (as defined by Section 2(ggg) of Act 381 and hereinafter referred to as "School Taxes"), the Developer acknowledges and agrees that DBRA's obligation to reimburse the Developer for the cost of eligible activities with tax increment revenue derived from Local Taxes, or Specific

Taxes that are considered Local Taxes, (as these capitalized terms are defined by Act 381) is contingent upon: (i) the Developer receiving at least the initial applicable work plan approvals by the Michigan Strategic Fund ("MSF"), the Michigan Department of Environment, Great Lakes, and Energy ("EGLE"), and the Michigan State Housing Development Authority ("MSHDA"), as may be required pursuant to Act 381, within 270 days after this Plan is approved by the governing body (or such other date as the DBRA may agree to in writing); or (ii) the Developer providing the DBRA with evidence, satisfactory to DBRA, that the Developer has the financial means to complete the Project without the capture of, and subsequent reimbursement with, the contemplated School Taxes.

The costs listed in Attachment E are estimated costs and may increase or decrease depending on the nature and extent of any environmental contamination and other unknown conditions encountered on the Property. The actual cost of those eligible activities encompassed by this Plan that will qualify for reimbursement from tax increment revenues generated from the Property and captured by the DBRA shall be governed by the terms of the Reimbursement Agreement. No costs of eligible activities will be qualified for reimbursement except to the extent permitted in accordance with the terms and conditions of the Reimbursement Agreement and Act 381. The Reimbursement Agreement and this Plan will dictate the total aggregate cost of eligible activities subject to payment or reimbursement, provided that the total aggregate cost of eligible activities subject to payment or reimbursement under the Reimbursement Agreement shall not exceed the estimated costs set forth in Attachment E. As long as the total costs are not exceeded, line item costs of eligible activities may be adjusted after the date this Plan is approved by the governing body, to the extent the adjustments do not violate the terms of the approved EGLE, MSF, or MSHDA work plan and this Plan.

D. Estimate of Captured Taxable Value and Tax Increment Revenues (Section 13(2)(c)); Impact of Tax Increment Financing on Taxing Jurisdictions (Section 13(2)(g))

This Plan anticipates the capture of tax increment revenues to reimburse the Developer for the costs of eligible activities under this Plan in accordance with the Reimbursement Agreement. Subject to Section 13(b)(16) of Act 381, a table of estimated tax increment revenues to be captured pursuant to this Plan is attached as Attachment F. The figures included in Attachment F are estimates and are subject to change depending on actual assessed values and changes to annual millage rates.

Tax increments are projected to be captured and applied to (i) the reimbursement of eligible activity costs and payment of DBRA administrative and operating expenses, (ii) make deposits into the State Brownfield Redevelopment Fund, and (iii) make deposits into the DBRA's Local Brownfield Revolving Fund, as follows (rounded to the nearest cent):

| | Developer Reimbursement Costs | | Administrative Costs | | State Brownfield Fund | | cal Brownfield evolving Fund | Totals | |
|---------------------------------|-------------------------------------|--------------|----------------------|------------|--------------------------|------------|-------------------------------------|--------|--------------|
| State Education Tax (SET) | \$ | 179,671.17 | \$ | | \$ | 179,671.17 | \$ - | \$ | 359,342.34 |
| School Operating Tax | \$ | 1,078,027.01 | \$ | - | \$ | - | \$ - | \$ | 1,078,027.01 |
| School Total | \$ | 1,257,698.18 | \$ | - | \$ | 179,671.17 | \$ - | \$ | 1,437,369.35 |
| | | | | | | | | | |
| City Operating | \$ | 812,814.09 | | 394,272.58 | \$ | - | \$ 726,431.89 | | 1,933,518.55 |
| Library | \$ | 188,644.52 | | 91,505.99 | \$ | - | \$ 168,596.23 | | 448,746.74 |
| Wayne County Operating (summer) | \$ | 229,387.17 | | 111,269.07 | \$ | - | \$ 205,008.94 | | 545,665.18 |
| Wayne County Operation (winter) | \$ | 40,184.70 | \$ | 19,492.44 | \$ | - | \$, | \$ | 95,591.19 |
| Wayne County Jails | \$ | 38,264.70 | \$ | 18,561.10 | \$ | - | \$ 34,198.10 | \$ | 91,023.90 |
| Wayne County Parks | \$ | 9,981.56 | \$ | 4,841.77 | \$ | - | \$ 8,920.77 | \$ | 23,744.09 |
| HCMA | \$ | 8,459.51 | | 4,103.46 | \$ | - | \$ 7,560.47 | | 20,123.43 |
| Wayne County RESA Enhancement | \$ | 81,280.18 | \$ | 39,426.66 | \$ | - | \$ 72,642.09 | \$ | 193,348.93 |
| Wayne County RESA (ISD) | \$ | 3,905.65 | \$ | 1,894.52 | \$ | - | \$ 3,490.57 | • | 9,290.74 |
| Wayne County RESA Special Ed | \$ | 136,730.56 | \$ | 66,324.03 | \$ | - | \$ 122,199.45 | | 325,254.04 |
| Wayne County Community College | \$ | 131,458.75 | \$ | 63,766.83 | \$ | - | \$ 117,487.91 | \$ | 312,713.49 |
| Local Total | \$ | 1,681,111.37 | \$ | 815,458.45 | \$ | - | \$ 1,502,450.47 | \$ | 3,999,020.29 |
| Non-Capturable Millages | \$ | 2,091,098.16 | | | | | | | |
| City Debt | \$ | 721,185.57 | | | | | | \$ | 721,185.57 |
| School Debt | \$ | 1,339,344.63 | | | | | | \$ | 1,339,344.63 |
| ZOO AUTHORITY | \$ | 10,179.02 | | | | | | \$ | 10,179.02 |
| ART INSTITUTE | \$ | 20,388.95 | | | | | | \$ | 20,388.95 |
| Total Non-Capturable Taxes | s | 2,091,098.16 | | | | | | \$ | 2,091,098.16 |

^{*}The last year of tax capture for SET and School Operating Taxes is slightly less than the projected capture, due to only partial reimbursement in the last year.

E. Plan of Financing (Section 13(2)(d)); Maximum Amount of Note or Bond Indebtedness (Section 13(2)(e))

The eligible activities are to be financed solely by the Developer. The DBRA will reimburse the Developer for the cost of approved eligible activities, but only from tax increment revenues generated and captured from the Property. No advances have been or shall be made by the City or the DBRA for the costs of eligible activities under this Plan.

All reimbursements authorized under this Plan shall be governed by the Reimbursement Agreement. The inclusion of eligible activities and estimates of costs to be reimbursed in this Plan are intended to authorize the DBRA to fund such reimbursements and does not obligate the DBRA or the City to fund any reimbursement or to enter into the Reimbursement Agreement providing for the reimbursement of any costs for which tax increment revenues may be captured under this Plan, or which are permitted to be reimbursed under this Plan. The amount and source of any tax increment revenues that will be used for purposes authorized by this Plan, and the terms and conditions for such use and upon any reimbursement of the expenses permitted by this Plan, will be provided solely under the Reimbursement Agreement contemplated by this Plan.

Unless agreed upon in writing by the Developer, the DBRA, and the applicable agency/department of the State of Michigan, the DBRA shall not incur any note or bonded indebtedness to finance the purposes of this Plan.

Reimbursements under the Reimbursement Agreement shall not exceed the estimated total cost of eligible activities permitted under this Plan.

The Developer acknowledges and agrees that any eligible activities funded by a grant or loan that is subsequently forgiven, or for which the Developer receives a credit for, shall be ineligible for reimbursement under this Plan and shall not be included in any reimbursement requests to DBRA by or on behalf of the Developer. However, any loans that fund eligible activities contemplated by this Plan that the Developer is required to unconditionally repay shall be eligible for reimbursement under this Plan, subject to the Reimbursement Agreement.

It is expressly understood that the reimbursement to the Developer contemplated by this Plan is conditioned upon the Developer's compliance with the terms of this Plan and the Reimbursement Agreement, including but not limited to, compliance with any and all requirements related to the Affordability Commitment contemplated therein.

The Developer is seeking to obtain local approval for a Neighborhood Enterprise Zone District ("NEZ") under the provisions of the Neighborhood Enterprise Zone Act 147 of 1992, as amended. The NEZ will reduce the Property's tax obligations during the applicable period, thereby reducing the amount of tax increment revenues available pursuant to this Plan. The abatement has been included in the tax capture assumptions provided in Attachment F. Notwithstanding these projections, the DBRA is permitted to capture tax increment revenue derived from Local Taxes or Specific Taxes considered Local Taxes during the abatement period

F. Beginning Date of Capture and Duration of Tax Increment Revenues (Section (13)(2)(f); Abolishment or Termination of a Plan

Subject to Section 13b(16) of Act 381, the beginning date and duration of capture of tax increment revenues for the Property shall occur in accordance with the tax increment financing (TIF) table attached as Attachment F, unless otherwise requested in advance by the Developer in writing to the DBRA. In no event, however, shall this Plan extend beyond the maximum term allowed by Section 13(b)(16) of Act 381 for the duration of this Plan.

In no event shall the duration of this Plan exceed thirty-five (35) years following the date of the governing body's resolution approving this Plan, nor shall the duration of the tax capture exceed the lesser of the period authorized under subsection (5) of Section 13 of Act 381 or 30 years. Further, in no event shall the beginning date of the capture of tax increment revenues be later than five (5) years after the date of the governing body's resolution approving this Plan or such other date authorized by Act 381. The base year and beginning date of the capture of tax increment revenues is anticipated to be the 2025 tax year (commencing with the summer 2025 property taxes).

Furthermore, this Plan, or any subsequent amendment thereto, may be abolished or terminated in accordance with Section 14(8) of Act 381 in the event of any of the following:

a. The governing body may abolish this Plan (or any subsequent amendment thereto) when it finds that the purposes for which this Plan was established have been accomplished.

b. The governing body may terminate this Plan (or any subsequent amendment thereto) if the project for which eligible activities were identified in this Plan (or any subsequent amendment thereto) fails to occur with respect to the eligible property for at least two (2) years following the date of the governing body resolution approving this Plan (or any subsequent amendment thereto), provided that the governing body first does both of the following: (i) gives 30 days' written notice to the Developer at its last known address by certified mail or other method that documents proof of delivery attempted; and (ii) provides the Developer with an opportunity to be heard at a public meeting.

Notwithstanding anything in this subsection to the contrary, this Plan (or any subsequent amendment thereto) shall not be abolished or terminated until the principal and interest on bonds, if any, issued under Section 17 of Act 381 and all other obligations to which the tax increment revenues are pledged have been paid or funds sufficient to make the payment have been identified or segregated.

G. Effective Date of Inclusion in Brownfield Plan

The Property will become a part of this Plan on the date this Plan is approved by the governing body.

H. Displacement/Relocation of Individuals on Eligible Property (Section 13(2)(i-l))

There are no persons or businesses residing on the Property and no occupied residences or businesses will be acquired or cleared during the Project. Therefore there will be no displacement or relocation of persons or businesses under this Plan.

I. Local Brownfield Revolving Fund ("LBRF") (Section 8; Section 13(2)(m))

The DBRA has established a Local Brownfield Revolving Fund (LBRF). The LBRF will consist of all tax increment revenues authorized to be captured and deposited in the LBRF, as specified in Section 13(5) of Act 381, under this Plan and any other plan of the DBRA. It may also include funds appropriated or otherwise made available from public or private sources.

The estimated amount of tax increment revenue authorized for capture and deposit in the LBRF is estimated at \$1,502,450.47. All funds, if any, deposited in the LBRF shall be used in accordance with Section 8 of Act 381.

J. State Brownfield Redevelopment Fund (Section 8a; Section 13(2)(m))

The DBRA shall pay to the Department of Treasury at least once annually an amount equal to 50% of the taxes levied under the state education tax, 1993 PA 331, MCL 211.901 to 211.906, that are captured under this Plan for up to the first twenty-five (25) years of the duration of capture of tax increment revenues for each eligible property included in this Plan. If the DBRA pays an amount equal to 50% of the taxes levied under the state education tax, 1993 PA 331, MCL 211.901 to 211.906, on a parcel of eligible property to the Department of Treasury under Section 13b(14) of Act 381, the percentage of local taxes levied on that parcel and used to reimburse eligible activities for the Project under this Plan shall not exceed the percentage of local taxes levied on that parcel that would have been used to reimburse eligible activities for the Project under this Plan if the 50% of the taxes

levied under the state education tax, 1993 PA 331, MCL 211.901 to 211.906, on that parcel were not paid to the Department of Treasury under Section 13b(14) of Act 381.

K. Developer's Obligations, Representations and Warranties Section 13(2)(m))

The Developer shall comply with all applicable laws, ordinances, executive orders, or other regulations imposed by the City or any other properly constituted governmental authority with respect to the Property and shall use the Property in accordance with this Plan.

The Developer, at its sole cost and expense, shall be solely responsible for and shall fully comply with all applicable federal, state, and local relocation requirements in implementing this Plan.

The Developer represents and warrants that a Phase I Environmental Site Assessment ("ESA") and a Phase II ESA (collectively, the "Environmental Documents"), pursuant to Part 201 of Michigan's Natural Resources and Environmental Protection Act (MCL 324.20101 et seq.), have been performed on the Property. Attached hereto as Attachment G is the City of Detroit's Buildings, Safety Engineering, and Environmental Department's acknowledgement of its receipt of the Environmental Documents.

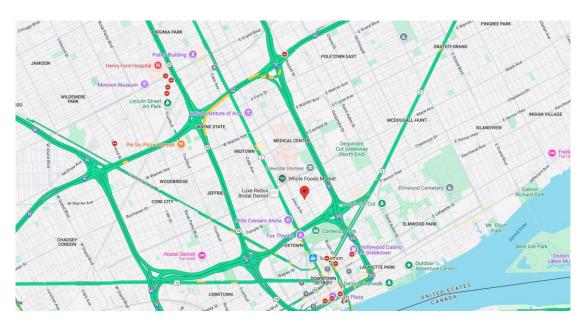
The Developer further represents and warrants that the Project does not and will not include a City of Detroit Land Bank Authority, Wayne County Land Bank Authority or State of Michigan Land Bank financing component.

Except as otherwise agreed to by the DBRA, any breach of a representation or warranty contained in this Plan shall render the Plan invalid, subject to the Developer's reasonable opportunity to cure as described in the Reimbursement Agreement.

III. ATTACHMENTS

ATTACHMENT A

Site Map





ATTACHMENT B

Legal Descriptions of Eligible Property to which the Plan Applies

301 Edmund Place, Detroit, Wayne County, Michigan:

Parcel: 01000724

N EDMUND PL 3 W 5 FT OF 2BLK 7 BRUSH SUB L2 P25 PLATS, WCR 1/43 55 $\rm X150$

321 Edmund Place, Detroit, Wayne County, Michigan:

Parcel: 01000725

N EDMUND PL E 45 FT OF 2 1BLK 7 BRUSH SUB OF PT OF PK LOTS 14 & 15 L2 P25 PLATS W C R 1/43 105 IRREG

ATTACHMENT C

Project Description

| Address | 301 & 321 Edmund Pl, Detroit, MI 48201 | | | | | |
|----------------------------------|--|--|--|--|--|--|
| Developer | Brush & Edmund Development LLC | | | | | |
| City Council District | District 5 | | | | | |
| Neighborhood | Brush Park | | | | | |
| Located in HRD/SNF Targeted Area | N/A | | | | | |
| Total Square Footage (SF) | 41,200 | | | | | |
| Residential SF | 30,387 9,658 | | | | | |
| Common Area SF | | | | | | |
| Retail SF | 1,155 | | | | | |
| Industrial SF | N/A | | | | | |
| Total Residential Units | 57 Units (12 Affordable) | | | | | |
| Studios | 24 Units (6 Affordable); 396 Avg. SF | | | | | |
| 1-Bed | 25 Units (5 Affordable); 610 Avg. SF | | | | | |
| 2-Bed | 3 Units (1 Affordable): 980 Avg. SF | | | | | |

By the third quarter of 2025, Brush & Edmund Development LLC will begin construction on an approximately four (4)-story mixed-use apartment building located at 301 & 321 Edmund Pl in Detroit, Michigan, named, "The Rim." The building will be constructed on two (2) currently vacant parcels that were awarded to the Developer through a City of Detroit led RFP and subject to a fully executed Development and Purchase Agreement and the Developer will close and take title to the land in August 2025. The Project is approximately 57 units, mainly studios and one bedrooms, with 3 two-bedroom units. Twenty percent (20%) of the units will be affordable and reserved for families with incomes not exceeding 80% AMI.

Sources and Uses of Capital Summary Total Investment: \$15,630,277

Estimated Jobs: (FTE/Construction) One (1) FTE/45 Construction **Eligible Activities:** Housing Development Activities, as described in Section C of the Plan.

Additional Incentives

The Developer is seeking to obtain local approval for a Neighborhood Enterprise Zone District ("NEZ") under the provisions of the Neighborhood Enterprise Zone Act 147 of 1992, as amended. The NEZ will reduce the Property's tax obligations during the applicable periods, thereby reducing the amount of tax increment revenues available pursuant to this Plan.

Project Timeline:

Construction Start Date: Summer 2025 Expected Completion Date: Q1 2027

Exhibit A 301 & 321 Edmund Place Brownfield Redevelopment Plan





Exhibit A 301 & 321 Edmund Place Brownfield Redevelopment Plan

ATTACHMENT D

Letters of Support



Coleman A. Young Municipal Center 2 Woodward Avenue, Suite 808 Detroit, Michigan 48226 Phone 313•224•1339 www.detroitmi.gov

May 27, 2025

Jennifer Kanalos Authorized Agent Detroit Brownfield Redevelopment Authority 500 Griswold, Suite 2200 Detroit, Michigan 48226

RE: Brush & Edmund Brownfield Redevelopment Plan

Dear Jennifer Kanalos,

The Detroit Brownfield Redevelopment Authority (DBRA) has received the Brush & Edmund Brownfield Redevelopment Plan (the "Plan") for consideration.

Woodward Capital Partners is the project developer ("Developer"). The property in the Plan consists of two (2) parcels at 301 & 321 Edmund Place bounded by the alley to the north, Brush Street to the east, Edmund Place to the south, and the property line to the west in the Brush Park neighborhood of Detroit.

The project consists of the development of vacant, city-owned land into a new-construction four (4) story mixed-use building. There will be an 1,155 square foot retail space as well as fifty-seven (57) rental apartments which will include studio, one-bedroom, and two-bedroom units. Twelve (12) of the apartments will be affordable for households at 80% AMI, evenly spread across all unit sizes.

The project will reactivate and return to the tax rolls vacant, city-owned properties at a prominent corner in the Brush Park neighborhood. The development adds much needed residential and retail space and features a site plan, building massing and design that is respectful to the neighboring historic as well as contemporary developments. Total investment is estimated at \$15.6 million.

The review for this Brownfield Plan is complete and all comments have been forwarded to the developer. No adverse comments were received. The Planning and Development Department recommends approval of the Brownfield Plan as submitted.

Sincerely,

Russell Baltimore

Assistant Director Design

Planning and Development Department

c: B. Vosburg C. Capler



234 Winder Street • Detroit, MI 48201 • www.BrushParkCDC.org • Hello@BrushParkCDC.org

March 31, 2025

The Honorable City Council 2 Woodward Ave #1340 Detroit, MI 48226

Re: Brush Park CDC Letter of Support for 321 Edmund Development Proposal

The Brush Park Community Development Corporation (the "<u>CDC</u>") forwards this letter to indicate our support for the proposed redevelopment of the property located at 321 Edmund Street (the "<u>Project</u>") by the development team Woodward Capital Partners (the "Developer").

The Developer presented the Project to the community at our public meeting February 11, 2025. After the presentation, the community was invited to comment and ask questions. Generally, the feedback was positive and supportive. The Developer has committed to offering 20% of the units at or below 80% AMI. Following the meeting, a majority of the CDC board members voted in support of the Project. Attached to this letter are some comments related to the proposed Project.

It is important to support and encourage development and investment in our neighborhood, especially when the investment saves one of our historic buildings from being demolished. We urge the City Council to support this project.

Thank you for your commitment to Brush Park and making a positive impact in our community.

Sincerely,

Mike Essian, Vice President



May 21, 2025

RE: Support Letter for 301 and 321 Edmund Pl

To Whom It May Concern,

I am writing to express my full support for the redevelopment of the properties located at 301 and 321 Edmund Place in Detroit's Brush Park neighborhood. As a member of the community, I recognize the importance of this project in advancing our city's goals while preserving the unique architectural and cultural character of Brush Park.

This project represents the culmination of years of design refinement, financial planning, and community engagement. The renovation of these properties will not only preserve their history, but it is well-positioned to bring lasting value to the neighborhood and to the city at large.

I believe this project will have a significant positive impact on our community for the following reasons:

- **Elimination of Blight:** A new four-story, mixed-use apartment building will bring much-needed housing and commercial activation to a currently blighted, vacant site.
- **Mixed Income Units:** The building includes 57 residential units: studios, one-bedroom, and two-bedroom units. Importantly, 20% of these units will be reserved as affordable housing at 80% Area Median Income (AMI) allowing for a diversity of income within the building.

I urge you to support this important project and help ensure the continued success of our community.

Sincerely.

Woodward and Erskine LLC dba The Scott at Brush Park Richard B. Broder, Owner rbroder@brodersachse.com 3663 Woodward Ave, Suite 550 Detroit, MI 48201

3663 Woodward Avenue | Suite 550 | Detroit, MI 48201

313-765-1000 brodersachse.com

To Whom It May Concern,

I am writing to express my full support for the redevelopment of the properties located at 301 and 321 Edmund Place in Detroit's Brush Park neighborhood. As a member of the community, I recognize the importance of this project in advancing our city's goals while designing a project that perpetuates the unique architectural and cultural character of Brush Park.

This project represents the culmination of years of design refinement, financial analysis, and community engagement. The development of this apartment building is well-positioned to bring lasting value to the neighborhood and to the city at large.

I believe this project will have a significant positive impact on our community for the following reasons:

- **Elimination of Blight:** A new four-story, mixed-use apartment building will bring much-needed housing and commercial activation to a currently blighted, vacant site.
- **Mixed Income Units:** The building includes 57 residential units: studios, one-bedroom, and two-bedroom units. Importantly, 20% of these units will be reserved as affordable housing at 80% Area Median Income (AMI) allowing for a diversity of income within the building.

I urge you to support this important project and help ensure the continued success of our community.

Sincerely,

| _Clifford A. Brown (not as a member of the Brush Park CDC) |
|--|
| Name |
| _cbrown@woodborn.com |
| Email |
| 2420 Bagley, Detroit, MI 48216 |
| Address |

Hunter Pasteur

RE: Support Letter for 301 and 321 Edmund Pl

To Whom It May Concern,

I am writing to express my full support for the development of the parcel located at 301 and 321 Edmund Place in Detroit's Brush Park neighborhood. As a member of the community, I recognize the importance of this project in advancing our City's goals while designing a building that honors the unique architectural and cultural character of Brush Park.

This development represents years of design effort, community engagement, and financial analysis, resulting in an apartment building which is well-positioned to bring lasting value to the neighborhood and to the City at large.

I believe this project will have a significant positive impact on our community for the following reasons:

- **Elimination of Blight:** A new four-story, mixed-use apartment building will bring much-needed housing and commercial activation to a currently vacant site.
- Mixed Income Units: The building includes 57 residential units: studios, one-bedroom, and two-bedroom units. Importantly, 20% of these units will be reserved as affordable housing with rental rates at 80% Area Median Income (AMI) allowing for the creation of a mixed income community of residents within the building.

I urge you to support this important project and help ensure the continued success of our community.

Sincerely,

Randy Wertheimer

CEO, Hunter Pasteur

randy@hunterpasteurhomes.com



To Whom It May Concern,

I am writing to express my full support for the redevelopment of the properties located at 301 and 321 Edmund Place in Detroit's Brush Park neighborhood. As a member of the community, I recognize the importance of this project in advancing our city's goals while designing a project that perpetuates the unique architectural and cultural character of Brush Park.

This project represents the culmination of years of design refinement, financial analysis, and community engagement. The development of this apartment building is well-positioned to bring lasting value to the neighborhood and to the city at large.

I believe this project will have a significant positive impact on our community for the following reasons:

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I urge you to support this important project and help ensure the continued success of our community.

Sincerely,

Name

MATTHEN NIE

Email

2700 BRUIN ST. DETROIT, MI

INFO(@ BRUSHERY DETROIT. COM

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I urge you to support this important project and help ensure the continued success of our community.

Sincerely.

Kojo Asantey
Name

140joa sentey @ gmail.com

Email

2853 Brush St.

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I urge you to support this important project and help ensure the continued success of our community.

Sincerely.

Name

Email

2900 Brush #224

Mary & Stewart

To Whom It May Concern,

I am writing to express my full support for the redevelopment of the properties located at 301 and 321 Edmund Place in Detroit's Brush Park neighborhood. As a member of the community, I recognize the importance of this project in advancing our city's goals while designing a project that perpetuates the unique architectural and cultural character of Brush Park.

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Sincerely,

Walter (Leltar

So Wenner Arm

Name

Email

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I urge you to support this important project and help ensure the continued success of our community.

2 Westson St #23 Detvoit MI 48201

Sincerely,

Panely Bowerman

obverning I cloud com

Name

Email

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I urge you to support this important project and help ensure the continued success of our community.

Sincerely,

Name

Elise, m, metzger@gmail.com

Alfred St, Detroit MI 48201

Email

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I urge you to support this important project and help ensure the continued success of our community.

Sincerely,

Name

Email

Address

2915 John & #20

To Whom It May Concern,

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Sincerely,

Address

Name

Materson Cognall. Com

Email

3105 Brunst

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I urge you to support this important project and help ensure the continued success of our community.

Sincerely,

Name

) nay Whour

Email

2665 Brish St, Apr. 601

ATTACHMENT E

Estimated Cost of Eligible Activities Tables (Table 1 & 2 on following pages)

Table 1 Eligible Activities and Costs

| MSHDA Eligible Activities Costs | |
|--|--------------|
| Non-Environmental Eligible Activities | Cost |
| Financing Gap (Project Rent Loss)/Development Loss | \$2,858,810 |
| Subsidy | |
| Subtotal Non-Environmental Eligible Activities | \$2,858,840 |
| Brownfield Plan and/or Work Plan Preparation | \$30,000 |
| Brownfield Plan and/or Work Plan Implementation | \$50,000 |
| • | |
| | |
| Non-Environmental Eligible Activities Total | \$2,938,810* |

| Completion |
|--------------|
| Season/Year |
| |
| Spring 2025- |
| Winter 2027 |
| |
| Spring 2025 |
| Duration of |
| Brownfield |
| Plan |
| |

| Total Eligible Activities Costs for Developer | 2,938,810* | |
|---|------------|--|
| Total Eligible Activities Costs for Developer | 2,730,010 | |

| Other Costs | |
|---|-------------|
| DBRA Administrative Costs | \$815,458 |
| Local Brownfield Revolving Fund | \$1,502,450 |
| State Brownfield Fund | \$179,671 |
| Total Estimated Cost to be Funded Through TIF | \$2,497,580 |

^{*} Despite having Brownfield TIF eligible costs of \$3,070,020, the Developer's 16 year affordability commitment results in only \$2,938,810 in TIF reimbursement to the Developer.

Table 2 Housing TIF Eligible Activities and Costs

| Housing TIF Type New Construction | Housing TIF Duration (Years) | 16 |
|-----------------------------------|------------------------------|------------------|
| | Housing TIF Type | New Construction |

| | | | Α. | | | ь | C | U | | г | G | п | |
|-----------|--------|------|----------|-----------|--|---------------|----------------------|-------------------|----------------|--------------------|---------------|---------------------|-----------|
| | | | | | | | | | =(C - D) | =(B - E) | =(F x A x 12) | =(G x TIF Duration) | =(H / A) |
| Structure | Unit | Unit | Number | Parking | Structure | MSHDA Control | Total Allowable | Utility + Parking | Maximum | Project Monthly | Annual | Project Rent | Per |
| Type | Туре | AMI | of Units | Allowance | Description | Rent | Housing Costs | Allowance | Allowable Rent | Rent Loss Per Unit | Rent Loss | Loss Cap | Unit |
| #1 | Studio | 80% | 6 | \$50 | Low Rise Apartment (Less than 5 Stories) | \$2,478 | \$1,414 | \$143 | \$1,271 | \$1,207 | \$86,904 | \$1,390,464 | \$231,744 |
| #1 | 1 Bed | 80% | 5 | \$50 | Low Rise Apartment (Less than 5 Stories) | \$2,725 | \$1,515 | \$177 | \$1,338 | \$1,387 | \$83,220 | \$1,331,520 | \$266,304 |
| #1 | 2 Bed | 80% | 1 | \$25 | Low Rise Apartment (Less than 5 Stories) | \$3,445 | \$1,818 | \$187 | \$1,631 | \$1,814 | \$21,768 | \$348,288 | \$348,288 |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
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| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |

| Total | 10 | | \$191.892 | \$3.070.272 | \$255.856 |
|-------|----|--|-----------|-------------|-----------|
| | | | | | |

| Housing TIF Eligible Activities | |
|--|-------------|
| Financial Gap (Project Rent Loss) | \$3,070,272 |
| Infrastructure & Safety Improvements | |
| Demolition | |
| Renovation | |
| Temporary Household Relocation | |
| Acquisition Costs of Residential Rental Properties | |
| TOTAL | \$3,070,272 |

^{*} Despite having Brownfield TIF eligible costs of \$3,070,020, the Developer's 16 year affordability commitment results in only \$2,938,810 in TIF reimbursement to the Developer.

ATTACHMENT F

TIF Tables





Brush Edmund Place 301-321 Edmund Place Detroit, Michigan 6/23/2025; SME Project 098576.00

Inflation Multiplier 1.02

| Estimated | Taxable | Value | (TV |) Increase | Rate: | 2.00% |
|-----------|---------|-------|-----|------------|-------|-------|
|-----------|---------|-------|-----|------------|-------|-------|

| | | | 2.0070 | | | | | | | | | |
|----------|--|---------------------|-------------------|--------------------|------------------|------------------|--------------|--------------|---------------|--------------|---------------|---------------------|
| | Plan Year | 0 | 0 | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| | Tax Year * Base Taxable Value | 2024 \$ - | 2025 \$ | 2026 - \$ - | 2027 \$ - | 2028 \$ - | 2029 | 2030 | 2031 - | 2032 | 2033 - | 2034 \$ - |
| | Estimated New TV | | \$ | \$ 3,079,413 | \$ 6,158,825 | \$ 6,282,002 | \$ 6,407,642 | \$ 6,535,794 | \$ 6,666,510 | \$ 6,799,840 | \$ 6,935,837 | \$ 7,074,554 |
| Incremen | tal Difference (New TV - Base TV) | | \$ - | \$ 3,079,413 | \$ 6,158,825 | \$ 6,282,002 | \$ 6,407,642 | \$ 6,535,794 | \$ 6,666,510 | \$ 6,799,840 | \$ 6,935,837 | \$ 7,074,554 |

| School Capture | | Millage Rate | NEZ-NF | Full | Full | Full | NEZ Tax Abatement In Effect |
|---------------------------------|------------------|--------------|---------|---------|---------|---------|---|
| State Education Tax (SET) | | 6.0000 | 1.8962 | 6.0000 | 6.0000 | 6.0000 | \$ - \$ 7,481 \$ 13,353 \$ 13,620 \$ 13,892 \$ 14,170 \$ 14,454 \$ 14,743 \$ 15,038 |
| School Operating Tax | | 18.0000 | 5.6887 | 18.0000 | 18.0000 | 18.0000 | \$ - \$ 22,442 \$ 40,059 \$ 40,860 \$ 41,677 \$ 42,511 \$ 43,361 \$ 44,228 \$ 45,113 |
| | School Total | 24.0000 | 7.5850 | 24.0000 | 24.0000 | 24.0000 | \$ - \$ 29,923 \$ 53,412 \$ 54,480 \$ 55,570 \$ 56,681 \$ 57,815 \$ 58,971 \$ 60,151 |
| Local Capture | | Millage Rate | | 5/8 | 3/4 | 7/8 | |
| City Operating | | 19.8123 | 6.2615 | 12.3827 | 14.8592 | 17.3358 | \$ - \$ 24,702 \$ 44,092 \$ 44,974 \$ 45,874 \$ 46,791 \$ 47,727 \$ 48,681 \$ 49,655 |
| Library | | 4.5982 | 1.4532 | 2.8739 | 3.4487 | 4.0234 | \$ - \$ 5,733 \$ 10,233 \$ 10,438 \$ 10,647 \$ 10,860 \$ 11,077 \$ 11,298 \$ 11,524 |
| Wayne County Operating (summer) | | 5.5913 | 1.7671 | 3.4946 | 4.1935 | 4.8924 | \$ - \$ 6,971 \$ 12,443 \$ 12,692 \$ 12,946 \$ 13,205 \$ 13,469 \$ 13,739 \$ 14,013 |
| Wayne County Operation (winter) | | 0.9795 | 0.3096 | 0.6122 | 0.7346 | 0.8571 | \$ - \$ 1,221 \$ 2,180 \$ 2,223 \$ 2,268 \$ 2,313 \$ 2,360 \$ 2,407 \$ 2,455 |
| Wayne County Jails | | 0.9327 | 0.2948 | 0.5829 | 0.6995 | 0.8161 | \$ - \$ 1,163 \$ 2,076 \$ 2,117 \$ 2,160 \$ 2,203 \$ 2,247 \$ 2,292 \$ 2,338 |
| Wayne County Parks | | 0.2433 | 0.0769 | 0.1521 | 0.1825 | 0.2129 | \$ - \$ 303 \$ 541 \$ 552 \$ 563 \$ 575 \$ 586 \$ 598 \$ 610 |
| НСМА | | 0.2062 | 0.0652 | 0.1289 | 0.1547 | 0.1804 | \$ - \$ 257 \$ 459 \$ 468 \$ 477 \$ 487 \$ 497 \$ 507 \$ 517 |
| Wayne County RESA Enhancement | | 1.9812 | 0.6261 | 1.2383 | 1.4859 | 1.7336 | \$ - \$ 2,470 \$ 4,409 \$ 4,497 \$ 4,587 \$ 4,679 \$ 4,773 \$ 4,868 \$ 4,965 |
| Wayne County RESA (ISD) | | 0.0952 | 0.0301 | 0.0595 | 0.0714 | 0.0833 | \$ - \$ 119 \$ 212 \$ 216 \$ 220 \$ 225 \$ 229 \$ 234 \$ 239 |
| Wayne County RESA Special Ed | | 3.3328 | 1.0533 | 2.0830 | 2.4996 | 2.9162 | \$ - \$ 4,155 \$ 7,417 \$ 7,565 \$ 7,717 \$ 7,871 \$ 8,029 \$ 8,189 \$ 8,353 |
| Wayne County Community College | | 3.2043 | 1.0127 | 2.0027 | 2.4032 | 2.8038 | \$ - \$ 3,995 \$ 7,131 \$ 7,274 \$ 7,419 \$ 7,568 \$ 7,719 \$ 7,873 \$ 8,031 |
| | Local Total | 40.9770 | 12.9504 | 25.6106 | 30.7328 | 35.8549 | \$ - \$ 51,090 \$ 91,194 \$ 93,018 \$ 94,878 \$ 96,776 \$ 98,712 \$ 100,686 \$ 102,699 |
| Non-Capturable Millages | | Millage Rate | | Full | Full | Full | |
| City Debt | | 7.0000 | 2.2123 | 7.0000 | 7.0000 | 7.0000 | \$ - \$ 8,728 \$ 15,578 \$ 15,890 \$ 16,208 \$ 16,532 \$ 16,863 \$ 17,200 \$ 17,544 |
| School Debt | | 13.0000 | 4.1085 | 13.0000 | 13.0000 | 13.0000 | \$ - \$ 16,208 \$ 28,931 \$ 29,510 \$ 30,100 \$ 30,702 \$ 31,316 \$ 31,943 \$ 32,582 |
| ZOO AUTHORITY | | 0.0988 | 0.0312 | 0.0988 | 0.0988 | 0.0988 | \$ - \$ 123 \$ 220 \$ 224 \$ 229 \$ 233 \$ 238 \$ 243 \$ 248 |
| ART INSTITUTE | | 0.1979 | 0.0625 | 0.1979 | 0.1979 | 0.1979 | \$ - \$ 247 \$ 440 \$ 449 \$ 458 \$ 467 \$ 477 \$ 486 \$ 496 |
| Total Non- | Capturable Taxes | 20.2967 | 6.4146 | 20.2967 | 20.2967 | 20.2967 | \$ - \$ 25,306 \$ 45,170 \$ 46,074 \$ 46,995 \$ 47,935 \$ 48,894 \$ 49,872 \$ 50,869 |

Total Tax Increment Revenue (TIR) Available for Capture

Footnotes:

1) Property is currently city owned and therefore has \$0 taxable value

2) Assumes an NEZ is pursued and approved in 2026 thru 2040

3) Assumed reassessment in 2026 (partial)

- \$ 81,014 \$ 144,606 \$ 147,498 \$ 150,448 \$ 153,457 \$ 156,526 \$ 159,657 \$ 162,850 \$ 166,107





Brush Edmund Place 301-321 Edmund Place Detroit, Michigan 6/23/2025; SME Project 098576.00

| | | | Plan Year | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | тот | TAL |
|---------------------------------|---------------|----------------------|-----------------|-----------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-------|-----------|
| | | | Tax Year | 2035 | 2036 | 2037 | 2038 | 2039 | 2040 | 2041 | 2042 | 2043 | 2044 | 2045 | 2046 | | |
| | | *Base Ta | axable Value \$ | - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ | - |
| | _ | Estima | ated New TV \$ | 7,216,045 | \$ 7,360,366 | \$ 7,507,573 | \$ 7,657,725 | \$ 7,810,879 | \$ 7,967,097 | \$ 8,126,439 | \$ 8,288,968 | \$ 8,454,747 | \$ 8,623,842 | \$ 8,796,319 | \$ 8,972,245 | \$ | |
| | Increment | al Difference (New T | V - Base TV) \$ | 7,216,045 | \$ 7,360,366 | \$ 7,507,573 | \$ 7,657,725 | \$ 7,810,879 | \$ 7,967,097 | \$ 8,126,439 | \$ 8,288,968 | \$ 8,454,747 | \$ 8,623,842 | \$ 8,796,319 | \$ 8,972,245 | \$ | - |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| School Capture | | Millage Rate | | | | | Phase Out | | | | | | | | | | |
| State Education Tax (SET) | | 6.0000 | \$ | 15,645 | \$ 15,958 | \$ 16,277 | \$ 45,946 | \$ 46,865 | \$ 47,803 | \$ 48,759 | | | | | | \$ | 359,342 |
| School Operating Tax | | 18.0000 | \$ | 46,935 | \$ 47,874 | \$ 48,832 | \$ 137,839 | \$ 140,596 | \$ 143,408 | \$ 146,276 | | | | | | \$ 1, | 1,078,027 |
| | School Total | 24.0000 | \$ | 62,581 | \$ 63,832 | \$ 65,109 | \$ 183,785 | \$ 187,461 | \$ 191,210 | \$ 195,035 | | | | | | \$ 1, | 1,437,369 |
| | | | _ | | | | | | | | | | | | | | |
| <u>Local Capture</u> | | Millage Rate | | | | | | | | | | | | | | | |
| City Operating | | 19.8123 | \$ | 51,661 | \$ 52,694 | \$ 53,748 | \$ 98,592 | \$ 118,627 | \$ 139,423 | \$ 161,003 | \$ 164,224 | \$ 167,508 | \$ 170,858 | \$ 174,275 | \$ 177,761 | \$ 1, | 1,933,519 |
| Library | | 4.5982 | \$ | 11,990 | \$ 12,230 | \$ 12,474 | \$ 22,882 | \$ 27,532 | \$ 32,358 | \$ 37,367 | \$ 38,114 | \$ 38,877 | \$ 39,654 | \$ 40,447 | \$ 41,256 | \$ | 448,747 |
| Wayne County Operating (summer) | | 5.5913 | \$ | 14,579 | \$ 14,871 | \$ 15,168 | \$ 27,824 | \$ 33,478 | \$ 39,347 | \$ 45,437 | \$ 46,346 | \$ 47,273 | \$ 48,218 | \$ 49,183 | \$ 50,167 | \$ | 545,665 |
| Wayne County Operation (winter) | | 0.9795 | \$ | 2,554 | \$ 2,605 | \$ 2,657 | \$ 4,874 | \$ 5,865 | \$ 6,893 | \$ 7,960 | \$ 8,119 | \$ 8,281 | \$ 8,447 | \$ 8,616 | \$ 8,788 | \$ | 95,591 |
| Wayne County Jails | | 0.9327 | \$ | 2,432 | \$ 2,481 | \$ 2,530 | \$ 4,641 | \$ 5,585 | \$ 6,564 | \$ 7,580 | \$ 7,731 | \$ 7,886 | \$ 8,043 | \$ 8,204 | \$ 8,368 | \$ | 91,024 |
| Wayne County Parks | | 0.2433 | \$ | 634 | \$ 647 | \$ 660 | \$ 1,211 | \$ 1,457 | \$ 1,712 | \$ 1,977 | \$ 2,017 | \$ 2,057 | \$ 2,098 | \$ 2,140 | \$ 2,183 | \$ | 23,744 |
| НСМА | | 0.2062 | \$ | 538 | \$ 548 | \$ 559 | \$ 1,026 | \$ 1,235 | \$ 1,451 | \$ 1,676 | \$ 1,709 | \$ 1,743 | \$ 1,778 | \$ 1,814 | \$ 1,850 | \$ | 20,123 |
| Wayne County RESA Enhancement | | 1.9812 | \$ | 5,166 | \$ 5,269 | \$ 5,375 | \$ 9,859 | \$ 11,862 | \$ 13,942 | \$ 16,100 | \$ 16,422 | \$ 16,751 | \$ 17,086 | \$ 17,427 | \$ 17,776 | \$ | 193,349 |
| Wayne County RESA (ISD) | | 0.0952 | \$ | 248 | \$ 253 | \$ 258 | \$ 474 | \$ 570 | \$ 670 | \$ 774 | \$ 789 | \$ 805 | \$ 821 | \$ 837 | \$ 854 | \$ | 9,291 |
| Wayne County RESA Special Ed | | 3.3328 | \$ | 8,690 | \$ 8,864 | \$ 9,041 | \$ 16,585 | \$ 19,955 | \$ 23,454 | \$ 27,084 | \$ 27,625 | \$ 28,178 | \$ 28,742 | \$ 29,316 | \$ 29,903 | \$ | 325,254 |
| Wayne County Community College | | 3.2043 | \$ | 8,355 | \$ 8,522 | \$ 8,693 | \$ 15,946 | \$ 19,186 | \$ 22,549 | \$ 26,040 | \$ 26,560 | \$ 27,092 | \$ 27,633 | \$ 28,186 | \$ 28,750 | \$ | 312,713 |
| | Local Total | 40.9770 | \$ | 106,849 | \$ 108,986 | \$ 111,165 | \$ 203,914 | \$ 245,351 | \$ 288,363 | \$ 332,997 | \$ 339,657 | \$ 346,450 | \$ 353,379 | \$ 360,447 | \$ 367,656 | \$ 3, | 3,999,020 |
| | | | _ | | | | | | | | | | | | | | |
| Non-Capturable Millages | | Millage Rate | | | | | | | | | | | | | | | |
| City Debt | | 7.0000 | \$ | 18,253 | \$ 18,618 | \$ 18,990 | \$ 53,604 | \$ 54,676 | \$ 55,770 | \$ 56,885 | \$ 58,023 | \$ 59,183 | \$ 60,367 | \$ 61,574 | \$ 62,806 | \$ | 721,186 |
| School Debt | | 13.0000 | \$ | 33,898 | \$ 34,576 | \$ 35,267 | \$ 99,550 | \$ 101,541 | \$ 103,572 | \$ 105,644 | \$ 107,757 | \$ 109,912 | \$ 112,110 | \$ 114,352 | \$ 116,639 | \$ 1, | 1,339,345 |
| ZOO AUTHORITY | | 0.0988 | \$ | 258 | \$ 263 | \$ 268 | \$ 757 | \$ 772 | \$ 787 | \$ 803 | \$ 819 | \$ 835 | \$ 852 | \$ 869 | \$ 886 | \$ | 10,179 |
| ART INSTITUTE | | 0.1979 | \$ | 516 | \$ 526 | \$ 537 | \$ 1,515 | \$ 1,546 | \$ 1,577 | \$ 1,608 | \$ 1,640 | \$ 1,673 | \$ 1,707 | \$ 1,741 | \$ 1,776 | \$ | 20,389 |
| Total Non-Cap | turable Taxes | 20.2967 | \$ | 52,924 | \$ 53,983 | \$ 55,062 | \$ 155,427 | \$ 158,535 | \$ 161,706 | \$ 164,940 | \$ 168,239 | \$ 171,603 | \$ 175,036 | \$ 178,536 | \$ 182,107 | \$ 2, | 2,091,098 |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | |
| | | enue (TIR) Available | | | | | | | | \$ 528,032 | \$ 339,657 | | | | | | |

Footnotes:

¹⁾ Property is currently city owned and therefore has \$0 taxable value

²⁾ Assumes an NEZ is pursued and approved in 2026 thru 2040

³⁾ Assumed reassessment in 2026 (partial)





Brush Edmund Place 301-321 Edmund Place Detroit, Michigan 6/23/2025; SME Project 098576.00

| Developer Maximum | | Scl | nool & Local | | | |
|----------------------|-----------------|-----|--------------|---------|-----------|-----------------|
| Reimbursement | Proportionality | | Taxes | Local-O | nly Taxes | Total |
| State | 42.80% | \$ | 1,257,698 | | 0 | \$ 1,257,698 |
| Local | 57.20% | \$ | 1,681,111 | \$ | - | \$ 1,681,111 |
| TOTAL | | | | | | |
| MSHDA | 100.0% | \$ | 2,938,810 | \$ | - | \$ 2,938,810 |
| | 0.0% | \$ | - | \$ | - | \$ - |

Estimated Total
Years of Plan: 21

 Estimated Capture

 Administrative Fees
 \$ 815,458

 State Brownfield Redevelopment Fund
 \$ 179,671

 Local Brownfield Revolving Fund
 \$ 1,502,450

| | | | 1110111271 | | 0.0% | ¢ 2,550,610 | 1 ž | Ž | 2,550,010 | | | | | | | | | |
|---|------------|---|-------------|--------|-----------|----------------|---------------|-----------------|--------------|--------------|--------------|---------------------------------------|--------------|--------------|--------------|--------------|--------------|-------------|
| | | L | | | 0.0% | \$ - |] > | - \$ | | | | | | | | | | |
| | | | | | | Tax Abatement(| (c) in effect | | | | | | | | | | | |
| | | | 0 | | 0 | 1 | 3) 111 EJJECT | | 2 | 4 | 5 | 6 | 7 | 0 | Q | 10 | 11 | 12 |
| | | | 2024 | | 2025 | 2026 | 2027 | | 2028 | 2029 | 2030 | 2031 | 2032 | 2033 | 2034 | 2035 | 2036 | 2037 |
| Total State Incremental Revenue | | | 2024 | Ċ | 2023 | \$ 29.923 | | 112 \$ | 54,480 \$ | 55.570 \$ | 56,681 \$ | 57,815 \$ | 58,971 \$ | 60,151 \$ | 61,354 \$ | 62,581 \$ | 63,832 \$ | 65,109 |
| State Brownfield Redevelopment Fund (50% of SET) | | | | ر خ | _ | -, | , | 712 5 576 \$ | 6.810 \$ | 6.946 \$ | , , | | 7.371 \$ | 7,519 \$ | 7,669 \$ | 7,823 \$ | 7.979 \$ | 8,139 |
| State TIR Available for Reimbursement | | | | ċ | | | | 735 \$ | 47,670 \$ | 48,624 \$ | , , | , , , , , , , , , , , , , , , , , , , | 51,600 \$ | 52,632 \$ | 53,684 \$ | 54,758 \$ | 55,853 \$ | 56,970 |
| State Til Available for Reinbursement | | | | Ą | _ | 20,183 | 3 40,7 | ,33 4 | 47,070 \$ | 40,024 9 | 49,330 3 | 30,388 \$ | 31,000 \$ | 32,032 3 | 33,064 3 | 34,736 \$ | 33,833 3 | 30,370 |
| Total Local Incremental Revenue | | | | \$ | - | \$ 51,090 | \$ 91,1 | 194 \$ | 93,018 \$ | 94,878 \$ | 96,776 \$ | 98,712 \$ | 100,686 \$ | 102,699 \$ | 104,753 \$ | 106,849 \$ | 108,986 \$ | 111,165 |
| BRA Administrative Fee (15%; < \$100,000) | | | | \$ | - | | | 591 \$ | 22,125 \$ | 22,567 \$ | | | 23,949 \$ | 24,428 \$ | 24,916 \$ | 25,414 \$ | 25,923 \$ | 26,441 |
| Local TIR Available for Reimbursement | | | | \$ | - | | \$ 69,5 | 503 \$ | 70,893 \$ | 72,311 \$ | 73,757 \$ | 75,233 \$ | 76,737 \$ | 78,272 \$ | 79,837 \$ | 81,434 \$ | 83,063 \$ | 84,724 |
| | | | | | | | | | | | | | | | | | | - |
| Total State & Local TIR Available | | Ş | \$ | - \$ | - | \$ 65,121 | \$ 116,2 | 239 \$ | 118,564 \$ | 120,935 \$ | 123,353 \$ | 125,821 \$ | 128,337 \$ | 130,904 \$ | 133,522 \$ | 136,192 \$ | 138,916 \$ | 141,694 |
| | Begi | nning | | | | | | | | | | | | | | | | |
| DEVELOPER | _ | ance | | | | | | | | | | | | | | | | |
| DEVELOPER Reimbursement Balance | \$ 2 | 2,938,810 | \$ 2,938,81 | 0 \$ | 2,938,810 | \$ 2,873,689 | \$ 2,757,4 | 450 \$ | 2,638,887 \$ | 2,517,952 \$ | 2,394,598 \$ | 2,268,778 \$ | 2,140,441 \$ | 2,009,537 \$ | 1,876,015 \$ | 1,739,823 \$ | 1,600,907 \$ | 1,459,213 |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| DEVELOPER REIMBURSEMENT | | | | | | | | | | | | | | | | | | |
| MSHDA Housing Development Eligible Activity Costs | \$2 | ,938,810 | \$ | - \$ | - | \$ 65,121 | \$ 116,2 | 239 \$ | 118,564 \$ | 120,935 \$ | 123,353 \$ | 125,821 \$ | 128,337 \$ | 130,904 \$ | 133,522 \$ | 136,192 \$ | 138,916 \$ | 141,694 |
| State Tax Reimbursement | \$ 1 | 1,054,593 | | \$ | - | \$ 26,183 | \$ 46,7 | 735 \$ | 47,670 \$ | 48,624 \$ | 49,596 \$ | 50,588 \$ | 51,600 \$ | 52,632 \$ | 53,684 \$ | 54,758 \$ | 55,853 \$ | 56,970 |
| Local Tax Reimbursement | \$ 1 | ,800,287 | | \$ | - | \$ 38,938 | \$ 69,5 | 503 \$ | 70,893 \$ | 72,311 \$ | 73,757 \$ | 75,233 \$ | 76,737 \$ | 78,272 \$ | 79,837 \$ | 81,434 \$ | 83,063 \$ | 84,724 |
| Total MSHDA Reimbursement Balance | | 9 | \$ 2,938,81 | 0 \$ | 2,938,810 | \$ 2,873,689 | \$ 2,757,4 | 450 \$ | 2,638,887 \$ | 2,517,952 \$ | 2,394,598 \$ | 2,268,778 \$ | 2,140,441 \$ | 2,009,537 \$ | 1,876,015 \$ | 1,739,823 \$ | 1,600,907 \$ | 1,459,213 |
| | | | | | | | | | | | | | | | | | | |
| Total Annual Developer Reimbursement | S 2 | 2,938,810 | <u>۸</u> | - S | _ | \$ 65,121 | ¢ 110. | 239 \$ | 118,564 \$ | 120,935 \$ | 123,353 | 125,821 \$ | 128,337 \$ | 130.904 \$ | 133,522 \$ | 136,192 \$ | 138.916 \$ | 141,694 |
| Total Almad Beveloper Reimbarsement | * | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | > | - Ş | - | \$ 65,121 | \$ 115,2 | 239 \$ | 118,564 \$ | 120,935 \$ | 123,353 \$ | 125,821 \$ | 128,337 \$ | 130,904 \$ | 133,522 \$ | 136,192 \$ | 138,916 \$ | 141,694 |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | · · | | · · | | · · | | | |
| LOCAL BROWNFIELD REVOLVING FUND | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| LBRF Deposits * | | ç | 7 | - \$ | - | · | \$ | - \$ | - \$ | - \$ | | | | | | | - \$ | |
| LBRF Deposits * State Tax Capture | \$ | - 9 | \$ | - \$ | - | \$ - | \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - |
| · · | \$ \$ | | \$ | | | \$ - | | | | | - \$ | - \$ | - \$ | | - \$ | - \$ | | - |
| State Tax Capture | - | - 9 | \$ | - \$ | - | \$ - | \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - \$ | - - - |

| * Up to five years of capture for LBRF Deposits after el | | | |
|--|--|--|--|
| | | | |
| | | | |

Footnotes:



Tax Increment Revenue Reimbursement Allocation Table

Brush Edmund Place 301-321 Edmund Place Detroit, Michigan 6/23/2025; SME Project 098576.00

| | | 13 | | 14 | | 15 | | 16 | 17 | | 18 | 19 | | 20 | | 21 | | |
|---|----|-----------|----|---------|----|---------|----|---------|---------------|----|---------|---------------|----|---------|----|---------|----|-----------|
| | | 2038 | | 2039 | | 2040 | | 2041 | 2042 | | 2043 | 2044 | | 2045 | | 2046 | | TOTAL |
| Total State Incremental Revenue | \$ | 183,785 | \$ | 187,461 | \$ | 191,210 | \$ | 195,035 | \$ - | \$ | - ' | \$ - | \$ | - | \$ | - | \$ | 1,437,36 |
| State Brownfield Redevelopment Fund (50% of SET) | \$ | 22,973 | \$ | 23,433 | \$ | 23,901 | \$ | 24,379 | \$ - | \$ | - | \$ - | \$ | - | \$ | _ | \$ | 179,67 |
| State TIR Available for Reimbursement | \$ | 160,812 | \$ | 164,028 | \$ | 167,309 | \$ | 170,655 | \$ - | \$ | - | \$ - | \$ | - | \$ | - | \$ | 1,257,69 |
| Total Local Incremental Revenue | \$ | 203,914 | \$ | 245,351 | \$ | 288,363 | \$ | 332,997 | \$ 339,657 | \$ | 346,450 | \$ 353,379 | \$ | 360,447 | \$ | 367,656 | \$ | 3,999,02 |
| BRA Administrative Fee (15%; < \$100,000) | \$ | 58,155 | \$ | 64,922 | \$ | 71,936 | \$ | 79,205 | \$ 50,949 | \$ | 51,968 | \$ 53,007 | \$ | 54,067 | \$ | 55,148 | \$ | 815,45 |
| Local TIR Available for Reimbursement | \$ | 145,759 | \$ | 180,429 | \$ | 216,427 | \$ | 253,792 | \$ 288,708 | \$ | 294,483 | \$ 300,372 | \$ | 306,380 | \$ | 312,507 | \$ | 3,183,56 |
| Total State & Local TIR Available | \$ | 306,572 | \$ | 344,457 | \$ | 383,736 | \$ | 424,448 | \$ 288,708 | \$ | 294,483 | \$ 300,372 | \$ | 306,380 | \$ | 312,507 | \$ | 4,441,260 |
| DEVELOPER | | | | | | | | | | | | | | | | | | |
| DEVELOPER Reimbursement Balance | \$ | 1,152,641 | \$ | 808,184 | \$ | 424,448 | \$ | 0 | \$ 0 | \$ | 0 | \$ 0 | \$ | 0 | \$ | 0 | \$ | |
| DEVELOPER REIMBURSEMENT | | | | | | | | | | | | | | | | | | |
| MSHDA Housing Development Eligible Activity Costs | \$ | 306,572 | \$ | 344,457 | \$ | 383,736 | \$ | 424,448 | \$ - | \$ | - | \$ | \$ | - | \$ | - | \$ | 2,938,81 |
| State Tax Reimbursement | \$ | 160,812 | \$ | 164,028 | | 167,309 | _ | 170,655 | | | | | | | | | \$ | 1,257,69 |
| Local Tax Reimbursement | \$ | 145,759 | \$ | 180,429 | _ | 216,427 | \$ | 253,792 | | | | | | | | | \$ | 1,681,11 |
| Total MSHDA Reimbursement Balance | \$ | 1,152,641 | \$ | 808,184 | _ | 424,448 | _ | | \$ 0 | \$ | 0 | \$ 0 | \$ | 0 | \$ | 0 | \$ | |
| Total Annual Developer Reimbursement | Ś | 306,572 | Ś | 344,457 | Ś | 383,736 | Ś | 424,448 | | Ś | - | \$ | \$ | _ | Ś | | Ś | 2,938,81 |

| LOCAL BROWNFIELD REVOLVING | G FUND | | | | | | | | | | | |
|----------------------------|--------|------|------|------|------|---------|-----------|------|---------|------------|------------|-----------------|
| LBRF Deposits * | \$ | - \$ | - \$ | - \$ | - \$ | 288,708 | \$ 294,48 | 3 \$ | 300,372 | \$ 306,380 | \$ 312,507 | \$ 1,502,450 |
| State Tax Capture | \$ | - \$ | - \$ | - \$ | - \$ | - | \$ | - \$ | - | \$ - | \$ - | \$ - |
| Local Tax Capture | \$ | - \$ | - \$ | - \$ | - \$ | 288,708 | \$ 294,48 | 3 \$ | 300,372 | \$ 306,380 | \$ 312,507 | \$ 1,502,450 |
| Total LBRF Capture | | | | | | | | | | | | |

^{*} Up to five years of capture for LBRF Deposits after eli

Footnotes:

ATTACHMENT G

BSEED Acknowledgement of Receipt of Environmental Documents

Attachment B

| ГО: | THE DETROIT BROWNFIELD REI | DEVELOPMENT AUTHORITY |
|--|---|---|
| FROM: | DETROIT, BUILDINGS, SAFETY E ENVIRONMENTAL DEPARTMENT | · · · · · · · · · · · · · · · · · · · |
| PROJECT: | 301 and 321 Edmund Place | |
| DATE: | 05/30/2025 | |
| Department acceen submittens part of its E | cknowledges the receipt of the environmental, on behalf or | s, Safety Engineering, and Environmental mental documents listed below, which have f Woodward Capital Partners, as developer, t Brownfield Redevelopment Authority |
| | Phase I Environmental Site As Appropriate Inquiry using Am Standard E 1527-13 | ssessment, pursuant to USEPA's. All nerican Society of Testing Materials (ASTM) |
| | Phase II Environmental Site A 1903 (if appropriate) | Assessment, pursuant to ASTM Standard |
| | | sment, pursuant to Part 201 of Michigan 's nmental Protection Act, MCL 324.20101 et |
| | | rt 201 of Michigan's Natural Resources and , MCL 324.20101 <i>et seq</i> . (if appropriate). |
| developer, the nas determine | | |
| | | City of Detroit, Buildings, Safety Engineering, and Environmental Department |
| | | By: <u>Connor Jenkins</u> Its: <u>Environmental Specialist III</u> |
| | | |

ATTACHMENT H

INCENTIVE INFORMATION CHART FOR CITY COUNCIL:

| Project Type | Project Type Incentive Type(s) | | City Council District |
|------------------------|--------------------------------|--------------|--------------------------|
| Commercial/Residential | NEZ, Brownfield TIF | \$15,630,277 | District 5 |

| Jobs Available | | | | | | | | | | | | |
|----------------|----------------------|------------------|--------------------------|-------------------|----------------------|------------------|--------------------------|--|--|--|--|--|
| | Construction | on | | Post Construction | | | | | | | | |
| Professional | Non- Professional | Skilled Labor | Non- Skilled Labor | Professional | Non- Professional | Skilled Labor | Non- Skilled Labor | | | | | |
| 0 | 0 | 30 | 15 | 1 | 3 | 0 | 0 | | | | | |

- **1. What is the plan for hiring Detroiters?** Brush & Edmund Development LLC (the "Developer"), with cooperation from its general constructor and guidance from the City of Detroit's Civil Rights, Inclusion and Opportunity Department ("CRIO"), utilize Detroit at Work, and make best efforts to hire Detroiters wherever possible.
- 2. Please give a detailed description of the jobs available as listed in the above chart, i.e. job type, job qualifications, etc.

It is anticipated that three (3) full-time equivalent (FTE) direct permanent jobs will be created by tenants in the ground floor commercial space. The anticipated tenant employment will be non-professional service sector employment in either service-oriented retail or administrative office support.

3. Will this development cause any relocation that will create new Detroit residents?

No.

4. Has the developer reached out to any community groups to discuss the project and/or any potential jobs?

The Developer has received and garnered strong support for the Project from the following local organizations:

- Brush Park CDC
- City Modern HOA
- Midtown Detroit, Inc.

5. When is construction slated to begin?

Construction is slated to begin in late Summer 2025.

6. What is the expected completion date of construction?

Construction completion is anticipated to be completed by the end of the first quarter of 2027.

ATTACHMENT I

Affordable Housing Plan

A. <u>Name of Developer</u>: Brush & Edmund Development LLC, a Michigan limited liability company

B. Name of Project: The Rim

C. Address of Project: 301 & 321 Edmund Pl, Detroit, MI 48201

D. Housing Development Costs: \$15,630,277

E. Total # of Units: 57

F. Total # of Affordable Units: 12

G. Types of Units:

| | Sq.Ft | 80% AMI | 120% AMI | Market Rate | <u>Total</u> |
|------------------|-------|---------|----------|-------------|--------------|
| <u>Studio</u> | 396 | 6 | - | 18 | 24 |
| One (1) Bedroom | 610 | 5 | - | 25 | 30 |
| Two (2) Bedroom | 980 | 1 | - | 2 | 3 |
| Total # of Units | | 12 | | 45 | 57 |

H. For Sale or Rental: Rental

I. New Construction or Rehabilitation: New Construction

J. Mixed Use Project: Yes

K. Public Benefit:

- a. **Affordable Housing**: This project addresses Detroit's pressing need for affordable housing by offering 57 residential units, with approximately twelve (12) units set aside for families earning 80% or less of the area median income (AMI). This effort aligns with city-wide initiatives to reduce housing insecurity and ensure that all residents have access to safe, quality housing.
- b. **Community Enhancement:** The development of a blighted property site into a vibrant mixed-use development will enhance Brush Park's ambiance and safety. The presence of new residents and businesses will increase the neighborhood's activity, fostering a sense of community and livelihood.

L. Evidence of Commitment by Developer to Maintain Affordability:

Per the Reimbursement Agreement, the Developer shall be required to maintain the Affordability Commitment for the duration of the life of the Brownfield Plan for the Project (i.e., **16 years**). Failure to do so will result in (i) ineligibility for reimbursement, in whole or in part, of eligible activities; and/or (ii) abolishment or termination of the Brownfield Plan for the Project.

M. <u>Description of how the Project meets the specific housing needs of the community:</u>

The Project addresses a critical need for affordable housing in the Brush Park neighborhood by providing approximately twelve (12) affordable units, including approximately six (6) studio apartments at 80% AMI, approximately five (5) one-bedroom apartments at 80% AMI and approximately one (1) two-bedroom apartment at 80% AMI. The Project also supports the City's broader goals of neighborhood revitalization and increased access to affordable housing, especially in areas targeted for redevelopment.

N. Absorption data and/or job growth data:

Detroit experienced a net absorption of approximately 4,195 units, surpassing the 10-year average of 3,024 units. This indicates a strong demand recovery following previous years of subdued activity. Historically, Detroit's apartment market sees net move-outs in the final quarter. However, in Q4 2023, the city absorbed around 1,100 units, marking one of the strongest year-end performances in over two decades. This data is from HR&A's Detroit Housing Data Report (dated April 2024) and this Project will help address the need for additional housing units in Detroit.

According to the BLS, As of June 2024, total nonfarm employment in the metro area was 2,082,400, a modest increase of 7,300 jobs (0.4%) from June 2023. The City of Detroit is averaging 10.4% unemployment in 2024, which is down 2.8% from 2023.

O. <u>Phasing timeline and site plans for Affordable Dwelling units and market rate</u> Dwelling units:

There are approximately 45 market rate units and 12 affordable units contemplated for the Project. Construction of the market rate units will occur concurrently with the affordable units. It is currently anticipated that construction of the Project will begin in Q3 2025 and will be completed 18 months thereafter.

P. Price and Income Monitoring of the Units:

The price and income monitoring of the units shall be conducted by the City of Detroit, by and through its Housing and Revitalization Department. The duration

Exhibit A 301 & 321 Edmund Place Brownfield Redevelopment Plan

of such monitoring shall be for the life of the Brownfield Plan for the Project (i.e., 19 years).

Q. Additional Considerations/Miscellaneous:

Developer represents and warrants that the fit & finish of all residential units in the Project shall be comparable to each other regardless of the income level of the occupant.



June 11, 2025

The Honorable City Council City of Detroit Coleman A. Young Municipal Center 2 Woodward Avenue, Suite 1340 Detroit, Michigan 48226

City of Detroit Brownfield Redevelopment Authority Board of Directors 500 Griswold Street, Suite 2200 Detroit, Michigan 48226

Re: Recommendation for Approval of the Brush and Edmund Brownfield Redevelopment Plan

Honorable Members of the Detroit City Council and the City of Detroit Brownfield Redevelopment Authority Board of Directors:

In accordance with the resolution of the Detroit City Council creating the City of Detroit Brownfield Redevelopment Authority (the "Authority"), the Community Advisory Committee, at its meeting of June 11, 2025, adopted a resolution approving the proposed Brownfield Plan for Brush and Edmund and recommending adoption of this Brownfield Plan by the Authority and City Council.

Please accept this letter of recommendation for approval from the Community Advisory Committee on the Brownfield Plan for Brush and Edmund.

Very truly yours.

By:

Byron Osbern, Vice-Chairperson Community Advisory Committee to the City of Detroit Brownfield Redevelopment Authority



DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY MINUTES OF THE REGULAR COMMUNITY ADVISORY COMMITTEE MEETING WEDNESDAY, JUNE 11, 2025, 5:15 PM

COMMITTEE MEMBERS PRESENT: Omar Hasan

Marloshawn Franklin George Etheridge Byron Osbern Jeffrey Evans

COMMITTEE MEMBERS ABSENT: Abir Ali

Rico Razo

Dr. Regina Randall

Ponce Clay

OTHERS PRESENT:

Brian Vosburg (DEGC/DBRA)
Jennifer Kanalos (DEGC/DBRA)
Cora Capler (DEGC/DBRA)
Sierra Spencer (DEGC/DBRA)
Sidni Smith (DEGC/DBRA)
Zain Mikho (Brush & Edmund)
Nevan Shokar (Brush & Edmund)



Call to Order

Vice Chairperson, Mr. Osbern, called the meeting to order at 5:34 p.m.

Ms. Kanalos took a roll call of the CAC Members present.

General

Approval of Minutes

Mr. Osbern called for approval of the minutes of the March 12, 2025 DBRA-CAC meeting, as presented.

The Committee took the following action:

Mr. Etheridge made a motion approving the minutes of the March 12, 2025, meeting, as amended.

Mr. Franklin seconded the motion.

DBRA-CAC Resolution Code 25-06-02-185 was approved.

Projects

Brush & Edmund Brownfield Plan Redevelopment Project

Mr. Vosburg stated that the enclosed Brownfield Plan ("Plan") (Exhibit A), for the Brush & Edmund project is being submitted for review and consideration.

Project Introduction

Woodward Capital Partners is the project developer ("Developer"). The property comprising the eligible property consists of two vacant, City owned parcels at the corner of Brush St. and Edmund Place. The developer was selected via an RFP issued by the City of Detroit's Housing and Revitalization Department ("HRD") to redevelop the parcels.

The Developer is proposing a new-construction four (4) story mixed-use building. There will be an 1,155 square foot retail space as well as fifty-seven (57) rental apartments which will include studio, one-bedroom, and two-bedroom units. Twelve (12) of the apartments will be affordable for households at 80% AMI, evenly spread across all unit sizes.

| | Avg. Sq. Ft. | 80% AMI | Market Rate | <u>Total</u> |
|------------------|--------------|---------|----------------|--------------|
| Studio | 396 | 6 | 18 | 24 |
| One (1) Bedroom | 610 | 5 | 25 | 30 |
| Two (2) Bedroom | 980 | 1 | 2 | 3 |
| Total # of Units | | 12 | 45 | 57 |

It is currently anticipated that construction will begin in the summer of 2025, and the Project will be completed within approximately 18-24 months thereafter.

The total investment is estimated to be \$15.6 million. The Developer is requesting \$3,596,630.00 in TIF reimbursement.



There are approximately 45 temporary construction jobs and approximately 4 permanent jobs are expected to be created by the project.

Property Subject to the Plan

The eligible property (the "Property") consists of two (2) parcels, at 301 & 321 Edmund Place bounded by the alley to the north, Brush Street to the east, Edmund Place to the south, and the property line to the west in the Brush Park neighborhood of Detroit.

Basis of Eligibility

The Property is considered "eligible property" as defined by Act 381, Section 2 because (a) it was previously utilized for a commercial purpose; (b) is located within the City of Detroit, a qualified local governmental unit; and (c) the Property will be developed as Housing Property.

Eligible Activities and Projected Costs

The "eligible activities" that are intended to be carried out at the Property are considered "eligible activities" as defined by Sec 2 of Act 381, because they include Project Rent Loss and Infrastructure & Safety Improvements for attainable housing. The eligible activities are to be financed solely by the Developer. The DBRA will reimburse the Developer for the cost of approved eligible activities, but only from tax increment revenues generated and captured from the Property. No advances have been or shall be made by the City or the DBRA for the costs of eligible activities under this Plan. The eligible activities are estimated to commence within 18 months of approval of the Plan and be completed within 3 years.

Tax Increment Financing (TIF) Capture

The Developer desires to be reimbursed for the costs of eligible activities. Tax increment revenue generated by the Property will be captured by the DBRA and used to reimburse the cost of the eligible activities completed on the Property after approval of this Plan pursuant to the terms of a Reimbursement Agreement with the DBRA.

COSTS TO BE REIMBURSED WITH TIF

| 1. | Financing Gap (Project Rent Loss) * | \$2,774,880.00 |
|----------|---|---|
| 2. | Infrastructure and Safety Improvements | \$645,000.00 |
| 3. | Contingency (15%) | \$96,750.00 |
| 4. | Brownfield and/or Work Plan Preparation | \$30,000.00 |
| 5. | Brownfield and/or Work Plan Implementation | \$50,000.00 |
| | | + , |
| | Total Reimbursement to Developer | \$3,596,630.00 |
| 6. | | |
| | Total Reimbursement to Developer | \$3,596,630.00 |
| 6. | Total Reimbursement to Developer Authority Administrative Costs State Brownfield Redevelopment Fund | \$3,596,630.00 \$958,926.00 |
| 6. 7. | Total Reimbursement to Developer Authority Administrative Costs State Brownfield Redevelopment Fund | \$3,596,630.00 \$958,926.00 \$204,538.00 |

The actual cost of those eligible activities encompassed by this Plan that will qualify for reimbursement from tax increment revenues of the DBRA from the Property shall be governed by the terms of the Reimbursement Agreement.

Other Incentives

The Developer is also seeking additional incentives, which include local and/or state approval of a Neighborhood Enterprise Zone (PA 147) tax abatement.

Attached for the CAC's review and approval were three (3) resolutions: 1.) a resolution supporting the Plan in the event the Committee does not deem it necessary to conduct a CAC public hearing and 2.) a resolution



authorizing a public hearing in the project area and 3.) a resolution authorizing a public hearing in the project area and to appoint up to two special CAC members. The public hearing may be held jointly with any public hearing conducted by the Detroit Brownfield Redevelopment Authority.

Mr. Mikho expressed his delight in presenting a fifteen million six hundred thousand dollar (\$15,600,000.00) project in Brush Park, where he is part of the community. He continued by saying that they had heard the community's wishes and noted that residents had expressed a desire for a building that is contextually appropriate and constructed with materials that respect the historic nature of Brush Park. Mr. Mikho stated that there will be fifty-seven (57) units, twenty percent (20%) of which will be offered at eighty percent (80%) of the Area Median Income across the studio, one-bedroom, and two-bedroom units. He concluded by stating that the retail space is envisioned to be a neighborhood-oriented café.

Mr. Etheridge asked what the zoning classification of the subject properties was. Mr. Shokar responded that the zoning classification was Planned Development (PD), but the project fits the qualifications of the Brush Park Form-Based Code.

Mr. Etheridge asked whether, since the property was PD and wasn't among those captured during the wholesale Special Development District One and Two rezoning that went through the City Planning Commission, the development team had approached the City Planning Commission (CPC) for this PD Modification. Mr. Shokar stated that the team had several conversations with the CPC but was unaware if there were any additional steps, as the team was working toward obtaining all necessary approvals. He mentioned that they would follow up to ensure there were no additional steps missing.

Mr. Mikho added that the CPC was present at the Project Review Meeting and was able to confirm that no additional steps were needed from the development team, as they referred to the Brush Park Form-Based Code rather than the Special Development District Code.

Mr. Etheridge noted that with fifty-seven (57) residential units and one thousand square feet (1,000 sqft) within a quarter mile of Woodward Avenue, parking has been a paramount issue for the Brush Park community. Mr. Etheridge asked what the plan for parking would be and how much parking would be provided. Mr. Mikho stated that his team is aware of the parking issue in the area, and there would be a gated lot behind the building. Mr. Mikho added that he and his team are in discussions with a few different parking providers near the development for additional parking.

Mr. Franklin asked if there would be an additional cost for parking for residents, noting that it may create a burden for low-income individuals. Mr. Shokar stated that the twenty-eight (28) surface parking spaces were anticipated to cost around one hundred seventy-five dollars (\$175.00) a month.

Mr. Osbern inquired about the forty-five (45) construction jobs and asked if there were any plans to hire local contractors. Mr. Shokar stated that the Monahan Company, the general contractor for the project, had been instructed to use Detroit-based trades and Detroit-based labor whenever possible.

Mr. Vosburg explained that with the project being over three million dollars (\$3,000,000.00) in Tax Increment Financing (TIF), the developers would be required to follow the executive order that states that fifty-one percent (51%) of Detroit-based workers must be on the construction.

Mr. Osbern asked the development team if they were aware of how to report to the Civil Rights, Inclusion & Opportunity Department (CRIO) and whether they had begun the process. Mr. Shokar stated that, through the tax incentive applications, they had been in communication with CRIO.

Mr. Osbern noted that he can see the community support for the project and stated that it is no secret that sometimes developers will pay the fine imposed by CRIO without making a clear effort to pursue Detroit-



based businesses and Detroiters for the workforce hours. Mr. Osbern expressed hope that the development team would put forth effort, as many young individuals coming from Randolph Career and Technical Center would be more than willing to start in residential construction.

Mr. Mikho stated that he appreciated Mr. Osbern's statement and noted that he lived in the community and was fully invested in ensuring that the City rises as a whole. This is a commitment that he and his team hold in their minds and hearts.

Mr. Franklin asked what the four (4) permanent jobs would be. Mr. Shokar stated that there would be one property manager position, and the remaining jobs would be created from the retail space.

Mr. Osbern called for a motion regarding the Brush & Edmund Brownfield Plan Redevelopment Project.

Mr. Etheridge made a motion to recommend approval of the Brush & Edmund Brownfield Plan Redevelopment Project to the DBRA Board. Mr. Evans seconded the motion.

DBRA-CAC Resolution Code 25-06-333-01 was approved.



MINUTES OF THE DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY PUBLIC HEARING FOR THE BRUSH AND EDMUND BROWNFIELD REDEVELOPMENT PLAN

Tuesday, June 24, 2025 42 Watson, Suite B Detroit, MI 48201 5:00 PM

In attendance were:

Brian Vosburg (DEGC/DBRA) Cora Capler (DEGC/DBRA) Zain Mikho (Brush and Edmund) Nevan Shokar (Shokar Group)

Mr. Vosburg called the meeting to order at 5:05 PM.

No members of the public were in attendance.

Mr. Vosburg closed the public hearing at 5:34 PM.



CODE DBRA 25-06-333-02

BRUSH & EDMUND BROWNFIELD REDEVELOPMENT PLAN

WHEREAS, pursuant to 381 PA 1996, as amended ("Act 381"), the City of Detroit Brownfield Redevelopment Authority (the "DBRA") 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 environmentally distressed areas in the City of Detroit; and

WHEREAS, under Act 381 the DBRA is authorized to develop and propose for adoption by City Council a brownfield plan for one or more parcels of eligible property; and

WHEREAS, in accordance with the policies, procedures and bylaws governing the DBRA, the DBRA has submitted a proposed Brownfield Plan for the **Brush and Edmund Redevelopment Project** (the "Plan") to the Community Advisory Committee for its consideration and comment and has solicited comments by the public by publication of notice stating that the proposed Plan has been submitted to the Community Advisory Committee and by conducting a public hearing in the area to which the proposed Plan applies; and

WHEREAS, the Community Advisory Committee has considered the proposed Plan and approved a resolution recommending the approval of the proposed Plan by the DBRA and the City Council as presented by the DBRA; and

WHEREAS, in accordance with the provisions of Act 381, the Board of Directors of the DBRA has considered the proposed Plan and desires to approve the proposed Plan and to request that City Council call a public hearing to consider and adopt a resolution approving the proposed Plan.

NOW, THEREFORE, BE IT RESOLVED:

- 1. The Board of Directors of the DBRA has determined that the adoption of the Brownfield Plan for the **Brush and Edmund Redevelopment Project** is in keeping with the purposes of Act 381 and recommends submittal of the Plan to City Council for approval.
- 2. The Board of Directors of the DBRA approves the Plan substantially in the form attached hereto and on file with the Secretary of the DBRA.
- 3. Any Authorized Agent of the DBRA is authorized and directed to submit a certified copy of this Resolution and the Plan to the City Clerk, together with a request that the City Council call a public hearing concerning the Plan and to take all other actions required to approve the Plan in accordance with Act 381.
- 4. That any one of the officers and any one of the Authorized Agents of the DBRA or any two of the Authorized Agents of the DBRA shall hereafter have the authority to negotiate and execute all documents, contracts, or other papers, and take such other actions, necessary or appropriate to implement the provisions and intent of this Resolution on behalf of the DBRA.

- 5. 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.
- 6. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution are rescinded.

June 25, 2025

RESOLUTION CALLING A PUBLIC HEARING REGARDING APPROVAL OF THE BROWNFIELD PLAN OF THE CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY FOR BRUSH AND EDMUND REDEVELOPMENT

| | The | | preamble supported by | | | | ered | by | Memb | er |
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| authoi | | • | City of De | • | • | • | _ | • | • , | |

WHEREAS, pursuant to Act 381, the City Council of the City duly established the City of Detroit Brownfield Redevelopment Authority (the "Authority"): and

WHEREAS, in accordance with the provisions of Act 381, the Authority has prepared a Brownfield Plan for the Brush and Edmund Redevelopment (the "Plan") and submitted the Plan to the Community Advisory Committee for review and comment; and

WHEREAS, after receipt of the recommendation of the Community Advisory Committee to approve the, the Authority has approved the Plan and forwarded it to City Council with a request for its approval; and

WHEREAS, prior to approval of the Plan, the City Council is required to hold a public hearing in connection with consideration of the Plan pursuant to Act 381.

NOW, THEREFORE, BE IT RESOLVED THAT:

create a brownfield redevelopment authority; and

- 1. The City Council hereby acknowledges receipt of the Plan from the Authority.
- 2. A public hearing is hereby called on Thursday, the 17th day of July, 2025 at 10:55 AM, prevailing Eastern Time, to be held in-person in the Council Chambers, 13th Floor of the Coleman A. Young Municipal Center in the City and via the Zoom teleconferencing platform, to consider adoption by the City Council of a resolution approving the Plan.
- 3. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution are rescinded.

| 4. resolution to | • | red to submit three (3) certified copies of this reet, Suite 2200, Detroit, MI 48226. | | |
|------------------------------|---------|---|--|--|
| AYES: | Members | | | |
| NAYS: | Members | | | |
| RESOLUTION DECLARED ADOPTED. | | | | |
| WAIVER OF RECONSIDERATION | | | | |
| | | Janice Winfrey, City Clerk City of Detroit County of Wayne, Michigan | | |

RESOLUTION APPROVING BROWNFIELD PLAN OF THE CITY OF DETROIT BROWNFIELD REDEVELOPMENT AUTHORITY FOR THE BRUSH AND EDMUND 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") for the purpose of promoting the revitalization of eligible properties in the City; and

WHEREAS, under Act 381 the Authority is authorized to develop and propose for adoption by City Council a brownfield plan for one (1) or more parcels of eligible property; and

WHEREAS, pursuant to the resolution establishing the Authority and the bylaws of the Authority, the Authority has submitted a proposed Brownfield Plan for the Brush and Edmund Redevelopment Project (the "Plan"); and

WHEREAS, the Authority submitted the Plan to the Community Advisory Committee for consideration on June 11, 2025, per the provisions of the resolution establishing the Authority, and a public hearing was conducted by the Authority on June 24, 2025 to solicit comments on the proposed Plan; and

WHEREAS, the Community Advisory Committee recommended approval of the Plan on June 11, 2025; and

WHEREAS, the Authority approved the Plan on June 25, 2025 and forwarded it to the City Council with a request for its approval of the Plan; and

WHEREAS, the required notice of the public hearing on the Plan was given in accordance with Section 13 of Act 381; and

WHEREAS, the City Council held a public hearing on the proposed Plan on July 17, 2025.

NOW, THEREFORE, BE IT RESOLVED, THAT:

1. <u>Definitions</u>. Where used in this Resolution the terms set forth below shall have the following meaning unless the context clearly requires otherwise:

"Eligible Activities" or "eligible activity" shall have the meaning described in Act 381.

"Eligible Property" means the property designated in the Plan as the Eligible Property, as described in Act 381.

"Plan" means the Plan prepared by the Authority, as transmitted to the City Council by the Authority for approval, copies of which Plan are on file in the office of the City Clerk.

"Taxing Jurisdiction" shall mean each unit of government levying an ad valorem property tax on the Eligible Property.

- 2. <u>Public Purpose</u>. The City Council hereby determines that the Plan constitutes a public purpose.
- 3. <u>Best Interest of the Public</u>. The City Council hereby determines that it is in the best interests of the public to promote the revitalization of environmentally distressed areas in the City to proceed with the Plan.
- 4. <u>Review Considerations</u>. As required by Act 381, the City Council has in reviewing the Plan taken into account the following considerations:
- (a) Portions of the property designated in the Plan meets the definition of Eligible Property, as described in Act 381.
 - (b) The Plan meets the requirements set forth in section 13 of Act 381.
- (c) The proposed method of financing the costs of eligible activities is feasible and the Authority has the ability to arrange the financing.
- (d) The costs of eligible activities proposed are reasonable and necessary to carry out the purposes of Act 381.
- (e) The amount of captured taxable value estimated to result from adoption of the Plan is reasonable.
- 5. <u>Approval and Adoption of Plan</u>. The Plan as submitted by the Authority is hereby approved and adopted. A copy of the Plan and all amendments thereto shall be maintained on file in the City Clerk's office.
 - 6. <u>Preparation of Base Year Assessment Roll for the Eligible Property.</u>
- (a) Within 60 days of the adoption of this Resolution, the City Assessor shall prepare the initial Base Year Assessment Roll for the Eligible Property in the Plan. The initial Base Year Assessment Roll shall list each Taxing Jurisdiction levying taxes on the Eligible Property on the effective date of this Resolution and the amount of tax revenue derived by each Taxing Jurisdiction from ad valorem taxes on the Eligible Property,

excluding millage specifically levied for the payment of principal and interest of obligations approved by the electors or obligations pledging the unlimited taxing power of the local governmental unit.

- (b) The City Assessor shall transmit copies of the initial Base Year Assessment Roll to the City Treasurer, County Treasurer, Authority and each Taxing Jurisdiction which will have Tax Increment Revenues captured by the Authority, together with a notice that the Base Year Assessment Roll has been prepared in accordance with this Resolution and the Plan approved by this Resolution.
- 7. Preparation of Annual Base Year Assessment Roll. Each year within 15 days following the final equalization of the Eligible Property, the City Assessor shall prepare an updated Base Year Assessment Roll. The updated Base Year Assessment Roll shall show the information required in the initial Base Year Assessment Roll and, in addition, the Tax Increment Revenues for each Eligible Property for that year. Copies of the annual Base Year Assessment Roll shall be transmitted by the Assessor to the same persons as the initial Base Year Assessment Roll, together with a notice that it has been prepared in accordance with the Plan.
- 8. <u>Establishment of Project Fund; Approval of Depositary</u>. The Authority shall establish a separate fund for the Eligible Property subject to this Plan, which shall be kept in a depositary bank account or accounts in a bank or banks approved by the Treasurer of the City. All moneys received by the Authority pursuant to the Plan shall be deposited in the Project Fund for the Eligible Property. All moneys in the Project Fund and earnings thereon shall be used only in accordance with the Plan and Act 381.
- 9. <u>Use of Moneys in the Project Fund</u>. The moneys credited to the Project Fund and on hand therein from time to time shall be used annually to first make those payments authorized by and in accordance with the Plan and any development agreement governing such payments and then to the Local Brownfield Revolving Fund, as authorized by Act 381:
- 10. <u>Return of Surplus Funds to Taxing Jurisdictions</u>. The Authority shall return all surplus funds not deposited in the Local Brownfield Revolving Fund proportionately to the Taxing Jurisdictions.
- 11. Payment of Tax Increment Revenues to Authority. The municipal and the county treasurers shall, as ad valorem and specific local taxes are collected on the Eligible Property, pay the Tax Increment Revenues to the Authority for deposit in the Project Fund. The payments shall be made not more than 30 days after the Tax Increment Revenues are collected.
- 12. <u>Disclaimer</u>. By adoption of this Resolution and approval of the Plan, the City assumes no obligation or liability to the owner, developer, lessee or lessor of the Eligible Property for any loss or damage that may result to such persons from the adoption of this Resolution and Plan. The City makes no guarantees or representations as to the

ability of the Authority to capture tax increment revenues from the State and local school district taxes for the Plan.

- 13. <u>Repealer</u>. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.
- 14. The City Clerk is requested to submit four (4) certified copies of this Resolution to the DBRA, 500 Griswold Street, Suite 2200, Detroit, MI 48226

| AYES: | Members | | _ |
|-----------|---------------------|--|---|
| NAYS: | Members | | |
| RESOLUTIO | N DECLARED ADOPTED. | | |
| | | Janice Winfrey, City Clerk City of Detroit County of Wayne, Michigan | |

WAIVER OF RECONSIDERATION IS REQUESTED

| I hereby certify that the for | egoing is a true and complete copy of a resolution | | | | |
|---|---|--|--|--|--|
| adopted by the City Council of the C | City of Detroit, County of Wayne, State of Michigan, at | | | | |
| a regular meeting held on | , 2025, and that said meeting was conducted | | | | |
| and public notice of said meeting v | vas given 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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| _ | | | | | |
| | Janice Winfrey, City Clerk | | | | |
| | City of Detroit | | | | |
| | County of Wayne, Michigan | | | | |