DEPARTMENTAL SUBMISSION

DEPARTMENT: Housing and Revitalization

FILE NUMBER: Housing and Revitalization-0195

* RE:

Submitting reso. autho. - Annual HOME, CDBG and AHD&PF Awards - New Awards / Additions to Previous Awards

* SUMMARY:

The City of Detroit ("City"), through the Housing and Revitalization Department ("HRD"), makes annual funding available for "ready-to-proceed projects" from HOME, CDBG and AHD&PF federal and local funds allocated to the City through the U.S. Department of Housing and Urban Development ("HUD") and other sources. HRD has continued to work closely with HUD to meet required commitment and disbursement deadlines for new and ongoing projects approved by the City.

In support of affordable housing opportunities, HRD is hereby requesting approval to award funding to the following new projects:

- 1. Field Street III (\$582,626 in AHD&PF) \$582,626 in AHD&PF funds will be spent to rehabilitate 49 existing townhouse structures within the Island View Neighborhood in the vicinity of Kercheval and E. Grand Blvd. to create 49 residential rental units that will be 100% affordable.
- 2. Life is a Dreamtroit (\$500,000 in AHD&PF) \$500,000 in AHD&PF funds will be spent on an adaptive reuse project at 1331 Holden to create 81 residential rental units with 90% of the units being affordable.
- 3. Jefferson Van Dyke (\$600,000 in AHD&PF) \$600,000 in AHD&PF funds will be spent on rehabilitation and new construction work on 5 properties that include 7875,7891,7903,7913 East Jefferson Ave and 547 Van Dyke. 48 residential rental units will be created with 50% of the units being affordable.

Additionally, HRD is requesting approval to increase funding sources for the following previously approved projects:

- 1. Sugar Hill (Add \$500,000 in CDBG) Additional \$500,000 in CDBG funds will added to this project to cover increased utility infrastructure related costs.
- 2. La Joya Gardens (Add \$300,000 in AHD&PF) Additional \$300,000 in AHD&PF funds will be added to this project to cover increased labor and material costs.

3. Marwood Apartments (Add \$15,000 in CDBG / Replace \$1,100,000 in HOME with \$1,100,000 in CDBG) – Additional \$15,000 in CDBG will be added to this project to cover increased project acquisition costs. Additionally, \$1,100,000 in HOME funds that were previously awarded will be replaced with \$1,100,000 in CDBG to assist in HUD spending requirements.

We hereby request that your Honorable Body adopt the attached resolution that: (1) approves the aforementioned funding for three new projects, (2) approves the aforementioned project funding increases/replacements and (3) authorizes the HRD Director, or her authorized designee, to execute such documents as may be necessary or convenient to complete the transactions.

* RECOMMENDATION:

Recommend approval of the resolution.

* DEPARTMENTAL CONTACT:

Name: Kelly Vickers

Position: Chief Housing Development & Investment Officer

*=REQUIRED