**KEY FOCUS AREA:** 

Economic Vibrancy

**AGENDA DATE:** 

April 27, 2016

COUNCIL DISTRICT(S):

6

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

42K 43K 44N

## SUBJECT

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by Coria Corporation Inc. for the construction of affordable houses; (2) the sale of 3 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to Coria Corporation Inc.; and (3) execution of a release of lien for any non-tax liens on the 3 properties that may have been filed by the City — Financing: No cost consideration to the City

#### BACKGROUND

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

Coria Corporation Inc. has submitted a proposal and development plan to DHADC for 3 lots shown on the attached list. The DHADC Board has approved the development plan and sale, subject to City Council approval. This item will authorize City Council approval of the development plan submitted by Coria Corporation Inc. to the City's Land Bank, the sale of those lots from DHADC to Coria Corporation Inc. and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens. DHADC's Deed without Warranty to Coria Corporation Inc. will contain a reverter that returns the property to DHADC if a construction permit is not applied for by Coria Corporation Inc. and construction financing is not closed within three years of conveyance.

#### **BACKGROUND** (continued)

Coria Corporation Inc. will build affordable houses on the lots. The approximate square footage and sales prices of the houses will be from 1,600 to 2,000 square feet and from \$120,000 to \$160,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (0 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (2 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (1 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$15,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

## PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan and sale of 3 lots from DHADC to Coria Corporation Inc.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

#### **DEVELOPER**

Coria Corporation Inc.

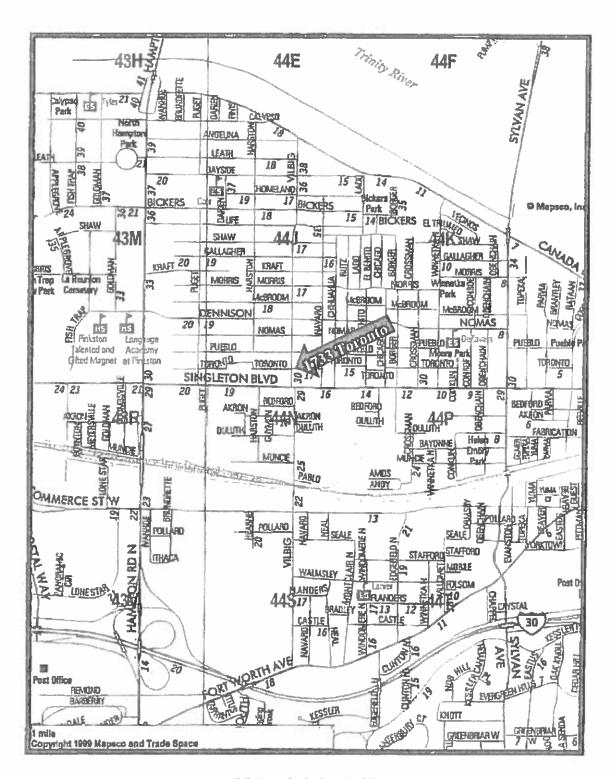
Santos Coria, President

#### MAPS

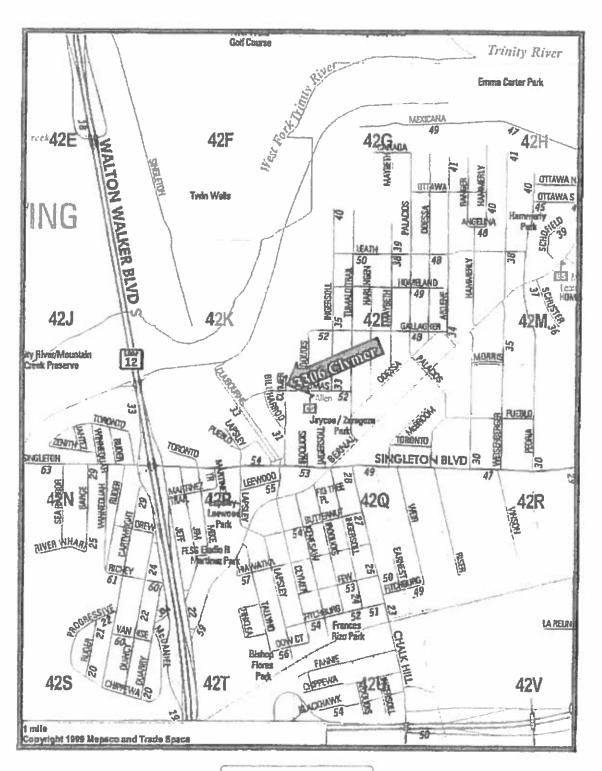
Attached

# Land Bank (DHADC) Sale of Lots to Coria Corporation Inc.

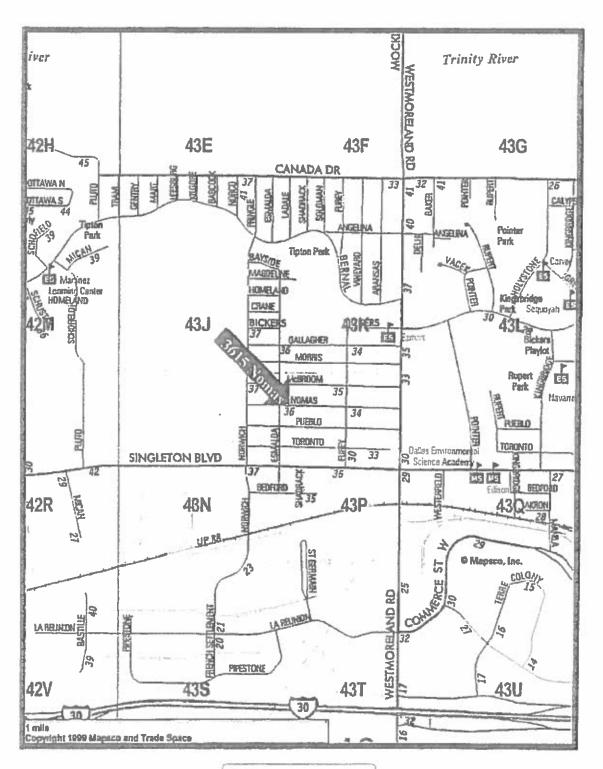
Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
1. 1733 Toronto	44N	6	\$ 6,846.51
2. 3306 Clymer	42K	6	\$10,170.31
3. 3615 Nomas	43K	6	\$14,615.88



**MAPSCO 44N** 



MAPSCO 42K



MAPSCO 43K

WHEREAS, on January 28, 2004, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C, by Resolution No. 04-0458; and

WHEREAS, Coria Corporation Inc. submitted a proposal and development plan to DHADC for 3 lots shown on Exhibit "A" and the DHADC Board has approved the development plan and sale, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Coria Corporation Inc. and authorize the sale of the said 3 lots from DHADC to Coria Corporation Inc. to build affordable houses;

NOW, THEREFORE,

## BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Coria Corporation Inc. and the sale of 3 lots shown on Exhibit "A" from DHADC to Coria Corporation Inc. is approved.

**Section 2.** That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit "A".

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

## EXHIBIT "A"

PARCEL NUMBER	STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF HOMEOWNER UNITS	SALE AMOUNT
ı	1733 Toronto Loi 2, Hamestead Addition Block B/7116	Corts Corporation Inc	1	\$3,000.00
2	3306 Clymer Lot 6, foe Irvan No. 4 Addition Block B/7167	Cons Corporation Inc.	9	\$5,000.00
3	3615 Nomas The Middle 40 Feet of Lot 2, Eagle Ford Gardens Addition Block H7152	Coria Corporation Inc.	j i	\$5,000.00

## EXHIBIT B

# SECTION II: DEVELOPMENT PLAN

A. DESCRIPTION OF THE LAND REQUESTED FOR DEVELOPMENT
(1) Number of lots requested in this proposal
(2) Provide the property address and legal description of the land requested (attach extra sheets if necessary)  (the "Property").  1733 Toronto Let 3 Elock B/1114 Home stand Apartim  33010 (Lymen Let to Block B/1147 Joe Irwin No 4 Address indication  31015 Marnan Lot 21 Block H/1152 Each Ford Gardens indication
B. DESCRIPTION OF PROPOSED HOUSES ENTITY WILL CONSTRUCT
At least 25% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes not greater than 60% of AMFI. No more than 30% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes between 81% and 115% of AMFI. (At least 70% of the Land Bank properties sold during any fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes at 80% AMFI or less.)
Single Family Home (to be sold to low income households at 60% or less of AMFI):
Number of homes to be built  Square Footage range of each home  Number of Bedrooms/Baths in each home  Number of Garages  Number of Carports  Detached  Type of Exterior Veneer  Which sides  Your Sales Price range without Subsidies to Qualified Low Income Buyer
Single Family Home (to be sold to low income households at 80% or less of AMFI):
Number of homes to be built  Square Footage range of each home  Number of Bedrooms/Baths in each home  Number of Garages Number of Carports  Number of Garages Number of Carports  Type of Exterior Veneer Hone Brick Siding Which sides front Stone Brick, Siding on both  Your Sales Price range without Subsidies to Quadified Low Income Buyer 120,000-125,000
Single Family Home (to be sold to low income households between 81% and 115% of AMFI):
Number of homes to be built 2  Square Footage range of each home   800 - 2000  Number of Bedrooms/Baths in each home   3 / 5  Number of Garages Number of Carports Detached Attached  Type of Exterior Veneer Smel Bricks / Sklins Which sides from Smel Bricks  Your Sales Price range without Subsidies to Qualified Low Income Buyer 1-10,000 - 11-04,000

Attach extra sheet(s) breaking out above information for each different model of home.

PROVIDE FLOOR PLANS AND ELEVATIONS.

## C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Start of Construction: 80 days after receiving the deed to the property
Completion of Construction: 180 days after start of construction
Sale of first affordable housing unit to low income household: 45 days after completion of construction
Sale of last affordable unit to low income households: 48 days after completion of first house

**KEY FOCUS AREA:** 

Economic Vibrancy

**AGENDA DATE:** 

April 27, 2016

**COUNCIL DISTRICT(S):** 

4

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

65C D

#### SUBJECT

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by Dallas Area Habitat for Humanity for the construction of affordable houses; (2) the sale of 4 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to Dallas Area Habitat for Humanity; and (3) execution of a release of lien for any non-tax liens on the 4 properties that may have been filed by the City – Financing: No cost consideration to the City

## BACKGROUND

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

Dallas Area Habitat for Humanity has submitted a proposal and development plan to DHADC for 4 lots shown on the attached list. The DHADC Board has approved the development plan and sale, subject to City Council approval. This item will authorize City Council approval of the development plan submitted by Dallas Area Habitat for Humanity to the City's Land Bank, the sale of those lots from DHADC to Dallas Area Habitat for Humanity and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens. DHADC's Deed without Warranty to Dallas Area Habitat for Humanity will contain a reverter that returns the property to DHADC if a construction permit is not applied for by Dallas Area Habitat for Humanity and construction financing is not closed within three years of conveyance.

## BACKGROUND (continued)

Dallas Area Habitat for Humanity will build affordable houses on the lots. The approximate square footage and sales prices of the houses will be 1,387 square feet and from \$93,500 to \$115,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (0 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (4 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (0 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$20,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

## PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan and sale of 4 lots from DHADC to Dallas Area Habitat for Humanity.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

#### **DEVELOPER**

**Dallas Area Habitat for Humanity** 

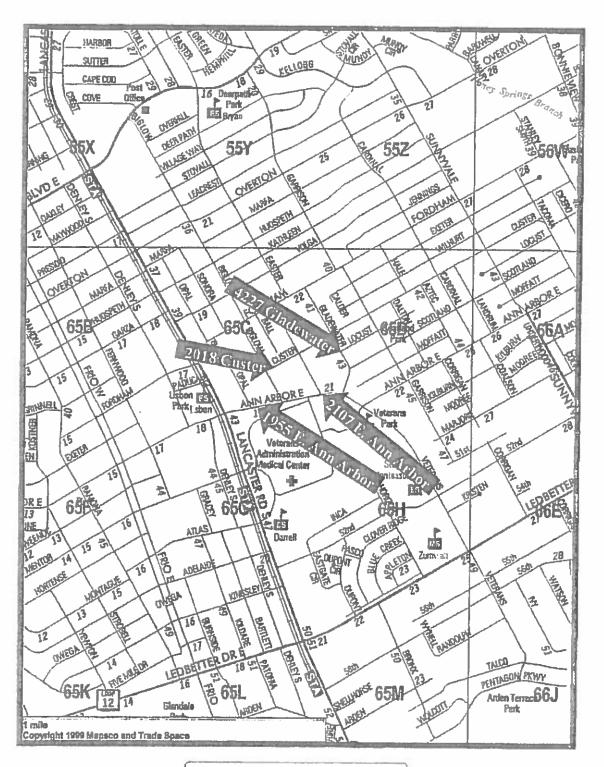
William D. Hall, Chief Executive Officer

#### MAP

Attached

# Land Bank (DHADC) Sale of Lots to Dallas Area Habitat for Humanity

Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
1. 2018 Custer	65C	4	\$11,992.34
2. 1955 E. Ann Arbor	65C	4	\$14,322.18
3. 2107 E. Ann Arbor	65D	4	\$20,465.02
4. 4227 Gladewater	65D	4	\$22,041.69



**MAPSCO 65C & 65D** 

WHEREAS, on January 28, 2004, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C, by Resolution No. 04-0458; and

WHEREAS, Dallas Area Habitat for Humanity submitted a proposal and development plan to DHADC for 4 lots shown on Exhibit "A" and the DHADC Board has approved the development plan and sale, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Dallas Area Habitat for Humanity and authorize the sale of the said 4 lots from DHADC to Dallas Area Habitat for Humanity to build affordable houses;

NOW, THEREFORE,

#### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Dallas Area Habitat for Humanity and the sale of 4 lots shown on Exhibit "A" from DHADC to Dallas Area Habitat for Humanity is approved.

**Section 2.** That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit "A".

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

## EXHIBIT "A"

PARCEL NUMBER	STREET ADDRESS L'EGAL DESCRIPTION			SALE	
I i	2018 Custer Part of Lot 1, Oak Cliff Gardens Addition Block 5/5019	Dallas Area Habuat for Humanity	FILE ST. TIES OF THE RESERVE OF THE SECOND STOP I	\$5,000.00	
2	1955 E. Ann Arbor The West 60 Feet of Lot 9, Oak Cliff Gardens Addition Block 1:4340 1/2	Dallas Area Habitat for Humanity	1	\$5,000.00	
3	2107 E. Ann Arbor Part of Lot 5, Oak Cliff Gardens Addition Block 6/5020	Dallas Area Habstat for Humanity	i.	\$5,000.00	
4	4227 Gladewater Pan of Lot 9A, Oak Cliff Gardens Addition Block 6/5020	Dallas Area Habital for Humanity	1	\$5,000 00	
AL				\$20,000.00	

#### EXHIBIT B

SECTION II:	DEVELOP	MENT PLAN	Ī			
A. DE	SCRIPTION	OF THE LA	ND REQUESTED FO	OR DEVELOPME	ent	
(1) Number of	lots requested	d in this propos	sal			
(2) Provide th (the "Property		dress and legal	description of the land	i requested (attach o	extra sheets if	necessary)
No. Street#	Street Name	iot	Block	Subdivision	DCAD Value	Plan
1 2018	Custor	18	5/5019	Oak Cliff Gardens	\$ 6,900.00	TBD
2 1955	E Ann Arbor	9	1/4340	Oak Cliff Gardens	\$ 7,000.00	TBD
3 2107	E Ann Arbor		SWPT 5 85X117.3X100X135	Oak Cliff Gardens	\$ 10,350.00	TBO
4 4227	Gleciewater		PT 9-500(150 GLADEWATER	Oak Cliff Gardens	\$ 6,900.00	מפד
restricted for sa 30% of the Lan for sale to hous Land Bank pro households wit Single Fan	ale to household Bank proper scholds with greaties sold do not gross annuabily Home (to Number of he Square Foots)	lds with gross ries sold during sold during any fiscal incomes at 80 be sold to low omes to be builge of each homes	old during any given fi annual incomes not gri ing any given fiscal year comes between 81% and I year to be developed a 1% AMFI or less.)  v income households a t on lots	ester than 60% of A r to be developed sl id 115% of AMFL ( shall be deed restric	MFL No mon hall be deed re (At least 70% o cted for sale to	e than stricted of the
	Number of Go Type of Exter Your Sales Pr	arages_tNu rior Vencer rice ranges with	mber of Carports Which sides wout Subsidies to Quali	fied Low Income B	luyer	
	Number of ho Square Footag Number of Be Number of Ga Type of Exter	mes to be built ge of each hom drooms/Baths tragesNu ior Veneer <u>Bri</u> e	t on lots	/ Detached Att	ached	etails 110,000
			income households b		15% of AMF	T):
3 1 7	Square Footag Yumber of Be Yumber of Ga Cype of Exteri Cour Sales Pri	e of each home drooms/Baths mgeslNi or Vencer Brig	on lots 1 on each lot Approximately 13: in each home 3 mber of Carports kand/or hardiboard to Qualification out Subsidies to Qualification of Carbon to Ca	7 AC: 1804 total 7 2 Detached A	launtions for d	etails

Attach extra sheet(s) breaking out above information for each different model of home.

PROVIDE FLOOR PLANS AND ELEVATIONS.

\$115,000

#### C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Commencement of Construction \_1095\_\_days

Completion of Construction \_\_\_\_1215\_\_\_days

Sale of first affordable housing unit to low income households \_\_1305\_\_\_\_days

Sale of last affordable unit to low income households \_\_1305\_\_\_\_days

**KEY FOCUS AREA:** 

Economic Vibrancy

**AGENDA DATE:** 

April 27, 2016

COUNCIL DISTRICT(S):

7

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

56V Z

#### SUBJECT

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by Dallas Area Habitat for Humanity for the construction of affordable houses; (2) the sale of 2 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to Dallas Area Habitat for Humanity; and (3) execution of a release of lien for any non-tax liens on the 2 properties that may have been filed by the City — Financing: No cost consideration to the City

#### BACKGROUND

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

Dallas Area Habitat for Humanity has submitted a proposal and development plan to DHADC for 2 lots shown on the attached list. The DHADC Board has approved the development plan and sale, subject to City Council approval. This item will authorize City Council approval of the development plan submitted by Dallas Area Habitat for Humanity to the City's Land Bank, the sale of those lots from DHADC to Dallas Area Habitat for Humanity and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens. DHADC's Deed without Warranty to Dallas Area Habitat for Humanity will contain a reverter that returns the property to DHADC if a construction permit is not applied for by Dallas Area Habitat for Humanity and construction financing is not closed within three years of conveyance.

### BACKGROUND (continued)

Dallas Area Habitat for Humanity will build affordable houses on the lots. The approximate square footage and sales prices of the houses will be 1,387 square feet and from \$93,500 to \$110,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (0 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (0 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (2 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$10,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

## PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan and sale of 2 lots from DHADC to Dallas Area Habitat for Humanity.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

#### DEVELOPER

**Dallas Area Habitat for Humanity** 

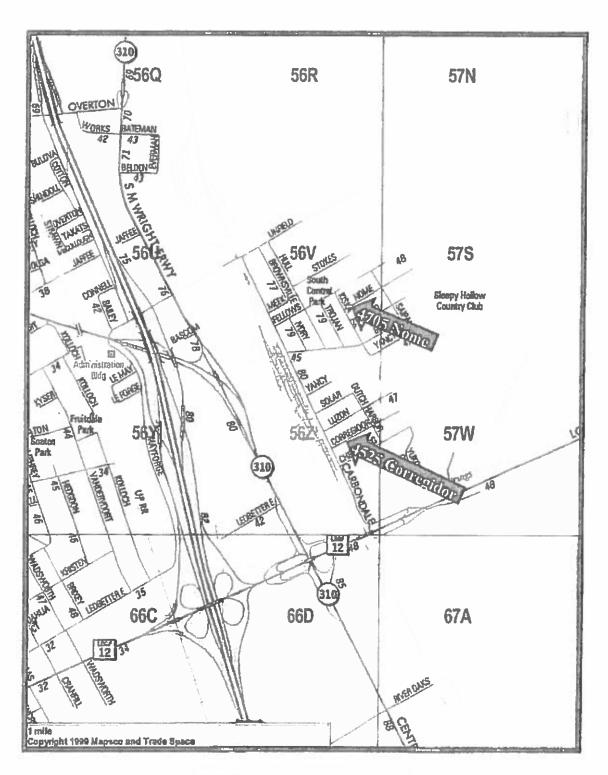
William D. Hall, Chief Executive Officer

MAP

Attached

# Land Bank (DHADC) Sale of Lots to Dallas Area Habitat for Humanity

Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
1. 4525 Corregidor	56Z	7	\$10,559.37
2. 4705 Nome	56V		\$ 9,554.35



**MAPSCO 56V & 56Z** 

WHEREAS, on January 28, 2004, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C, by Resolution No. 04-0458; and

WHEREAS, Dallas Area Habitat for Humanity submitted a proposal and development plan to DHADC for 2 lots shown on Exhibit "A" and the DHADC Board has approved the development plan and sale, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Dallas Area Habitat for Humanity and authorize the sale of the said 2 lots from DHADC to Dallas Area Habitat for Humanity to build affordable houses;

#### NOW, THEREFORE,

#### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Dallas Area Habitat for Humanity and the sale of 2 lots shown on Exhibit "A" from DHADC to Dallas Area Habitat for Humanity is approved.

**Section 2.** That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit "A".

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

## EXHIBIT "A"

		LAND BANK PROPER	TY	
PARCEL NUMBER	STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF BOMEOWNER UNITS	SALE AMOUNT
Dj	4525 Corregidor Loi 22, Central Avenue Addinon Block D/1647	Dallas Area Habitat for Humanury	1	\$5,000 00
2	4705 Nome Lot 16, Central Avenue Addition No. 3 Block A/7648	Dallas Area Habitat for Humanity	1	\$5,000.00
AL				\$10,000.00

#### EXHIBIT D

## SECTION II: DEVELOPMENT PLAN

A. DESCRI	PTION OF	THE LAND RE	QUESTED FOR DEVELO	PME	NT	
(1) Number of lots r	equested in	lhis proposal.	2			
(2) Provide the prop (the "Property").	erty addres:	and legal descrip	tion of the land requested (at	tach e	xtra sheets	if necessary)
Straet# StreetNam	Lot	Block	Subdivision	DEA	D Value	Plan
4625 Corregidor	22	0/7647	Central Avenue	\$	2,000.00	TBD
4705 Nome	16	Nome	Central Avenue	\$	2,000.00	TED
At least 25% of the lestricted for sale to 10% of the Land Bar for sale to household and Bank propertie touseholds with grouseholds with ground Family B	and Bank prouseholds with gross sold during annual income (to be ser of home	roperties sold during any gesties sold during any genual incomes by any fiscal year to omes at 80% AM sold to low incomes to be built on lot	ne households at 60% or less	e dave 6 of A ped sh MFI. (. restric	loped shal MFI. No n all be deed At least 70 ted for sale	tore than I restricted % of the
Num Num Type Your	per of Bedro per of Garag of Exterior Sales Price	Vencer Which ranges without Su	thome/ f CarportsDetuched	 ome B	uyer	-
Numl Squa Numl Numl Typo	er of homes e Foolage of er of Bedro er of Garag of Exterior	to be built on lots feach homeA oms/Baths in each es Number of Vencer Brick and/o	s 1 on each lot  Approximately 1387 AC: 180 home 3 / 2  F Carports Detached or hardiboard Which sides besides to Qualified Low Inco	4 tota Atte	I	or details 00-110,000
Numbe Square Numbe Numbe Type of	of homes to Footage of Garages  of Garages Exterior Ve	o be built on lots _ each home _ ns/Baths in each h Number of C	ome /	Attacl	ned	FI):

Attach extra sheet(s) breaking out above information for each different model of home.

PROVIDE FLOOR PLANS AND ELEVATIONS.

#### C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Commencement of Construction 1095 days

Completion of Construction 1215 days

Sale of first affordable housing unit to low income households 1305 days

Sale of last affordable unit to low income households 1305 days

**KEY FOCUS AREA:** 

Economic Vibrancy

AGENDA DATE:

April 27, 2016

COUNCIL DISTRICT(S):

4, 5

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

55S 57R

#### SUBJECT

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by JDS-Q Services, LLC for the construction of affordable houses; (2) the sale of 2 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to JDS-Q Services, LLC; and (3) execution of a release of lien for any non-tax liens on the 2 properties that may have been filed by the City — Financing: No cost consideration to the City

#### BACKGROUND

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

JDS-Q Services, LLC has submitted a proposal and development plan to DHADC for 2 lots shown on the attached list. The DHADC Board has approved the development plan and sale, subject to City Council approval. This item will authorize City Council approval of the development plan submitted by JDS-Q Services, LLC to the City's Land Bank, the sale of those lots from DHADC to JDS-Q Services, LLC and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens. DHADC's Deed without Warranty to JDS-Q Services, LLC will contain a reverter that returns the property to DHADC if a construction permit is not applied for by JDS-Q Services, LLC and construction financing is not closed within three years of conveyance.

#### **BACKGROUND (Continued)**

JDS-Q Services, LLC will build affordable houses on the lots. The approximate square footage and sales prices of the houses will be from 1,400 to 1,600 square feet and from \$115,000 to \$120,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (2 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (0 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (0 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$10,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

#### PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan and sale of 2 lots from DHADC to JDS-Q Services, LLC.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

#### DEVELOPER

JDS-Q Services, LLC

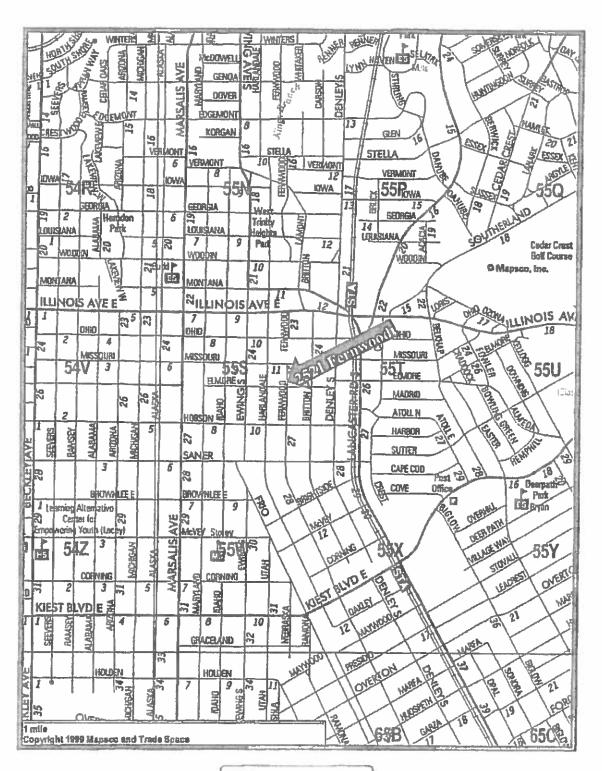
La'Quonda Brewer, Managing Member

#### MAPS

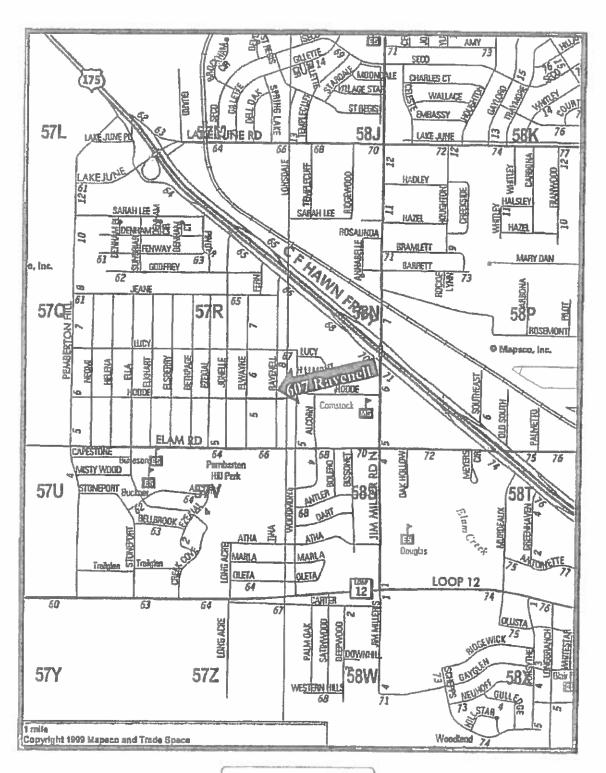
Attached

# Land Bank (DHADC) Sale of Lots to JDS-Q Services, LLC

Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
<ol> <li>2521 Fernwood</li> <li>607 Rayenell</li> </ol>	55S	4	\$13,720.78
	57R	5	\$23,908.97



**MAPSCO 55S** 



MAPSCO 57R

WHEREAS, on January 28, 2004, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C, by Resolution No. 04-0458; and

WHEREAS, JDS-Q Services, LLC submitted a proposal and development plan to DHADC for 2 lots shown on Exhibit "A" and the DHADC Board has approved the development plan and sale, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by JDS-Q Services, LLC and authorize the sale of the said 2 lots from DHADC to JDS-Q Services, LLC to build affordable houses;

NOW, THEREFORE,

## BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by JDS-Q Services, LLC and the sale of 2 lots shown on Exhibit "A" from DHADC to JDS-Q Services, LLC is approved.

**Section 2.** That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit "A".

**Section 3.** That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

## EXHIBIT "A"

LAND BANK PROPERTY						
STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF HOMEOWNER UNITS	SALE AMOUNT			
2521 Fernwood Lat 7, I many Heights #3 Addition Block 18/3688	JOS-Q Services, LLC	-1	\$5,000 00			
607 Rayenell Lot 15, Pleasant Heights Addition 3rd Section Block \$16252	3DS-Q Services, LLC	-11	\$5,000.00			
	L'EGAL DESCRIPTION  2521 Fernwood Lot 7, 1 runty Heights #3 Addition Block 18/3688  607 Rayenell Lot 15, Pleasant Heights Addition 3rd Section	LEGAL DESCRIPTION PURCHASER  2521 Fernwood Lot 7, 1 truty Heights #3 Addition Block 18/3688  607 Rayenell Lot 15, Pleasant Heights Addition 3rd Section 105-Q Services, LLC	L'EGAL DESCRIPTION PURCHASER HOMEOWNER UNITS  2521 Fernwood Lot 7, 1 runty Heights #3 Addation Block 18/3688  607 Rayenell Lot 15, Pleasant Heights Addution 3rd Section 105-Q Services, LLC			

#### EXHIBIT B

## SECTION II: DEVELOPMENT PLAN

## A. DESCRIPTION OF THE LAND REQUESTED FOR DEVELOPMENT (1) Number of lots requested in this proposal. (2) Provide the property address and legal description of the land requested (attach extra sheets if necessary) (the "Property") 2521 Fernwood 607 Rayenell B. DESCRIPTION OF PROPOSED HOUSES ENTITY WILL CONSTRUCT At least 25% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes not greater than 60% of AMFI. No more than 30% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes between 81% and 115% of AMFL (At least 70% of the Land Bank properties sold during any fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes at 80% AMFI or less.) Single Family Home (to be sold to low income households at 60% or less of AMFI): Number of homes to be built on lots Square Footage of each home 1400 - 1600 Number of Bedrooms/Baths in each home 4 Number of Garages Number of Carports Detached Type of Exterior Veneer Dic V Which sides Front Your Sales Price ranges without Subsidies to Qualified Low Income Buyer Single Family Home (to be sold to low income households at 30% or less of AMFI): Number of homes to be built on lots\_\_\_\_ Square Footage of each home Number of Bedrooms/Baths in each home Number of Garages Number of Carports Detached Type of Exterior Veneer Which sides Your Sales Price ranges without Subsidies to Qualified Low Income Buyer\_ Single Family Home (to be sold to low income households between 81% and 115% of AMFI): Number of homes to be built on lots Square Footage of each home Number of Bedrooms/Baths in each home Number of Garages \_\_\_\_ Number of Carports \_ Detached Type of Exterior Veneer Which sides

Attach extra sheet(s) breaking out above information for each different model of home.

Your Sales Price ranges without Subsidies to Qualified Low Income Buyer

PROVIDE FLOOR PLANS AND ELEVATIONS.

#### C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Commencement of Construction	30	days			
Completion of Construction	45	days			
Sale of first affordable housing un	it to low i	ncome hous	eholds	60	days
Sale of last affordable unit to low	income ho	useholds	_60	days	

**KEY FOCUS AREA:** 

Economic Vibrancy

**AGENDA DATE:** 

April 27, 2016

COUNCIL DISTRICT(S):

2, 4, 6, 7

DEPARTMENT:

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

42U 46G S 55T

### **SUBJECT**

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by KW New Vision Properties and Land, Inc. for the construction of affordable houses; (2) the sale of 5 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to KW New Vision Properties and Land, Inc.; and (3) execution of a release of lien for any non-tax liens on the 5 properties that may have been filed by the City — Financing: No cost consideration to the City

#### BACKGROUND

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

KW New Vision Properties and Land, Inc. has submitted a proposal and development plan to DHADC for 5 lots shown on the attached list. The DHADC Board has approved the development plan and sale, subject to City Council approval. This item will authorize City Council approval of the development plan submitted by KW New Vision Properties and Land, Inc. to the City's Land Bank, the sale of those lots from DHADC to KW New Vision Properties and Land, Inc. and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens.

# BACKGROUND (continued)

DHADC's Deed without Warranty to KW New Vision Properties and Land, Inc. will contain a reverter that returns the property to DHADC if a construction permit is not applied for by KW New Vision Properties and Land, Inc. and construction financing is not closed within three years of conveyance.

KW New Vision Properties and Land, Inc. will build affordable houses on the lots. The approximate square footage and sales prices of the houses will be from 1,400 to 1,900 square feet and from \$110,000 to \$175,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (0 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (2 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (3 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$25,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

# PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan and sale of 5 lots from DHADC to KW New Vision Properties and Land, Inc.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

# **DEVELOPER**

KW New Vision Properties and Land, Inc.

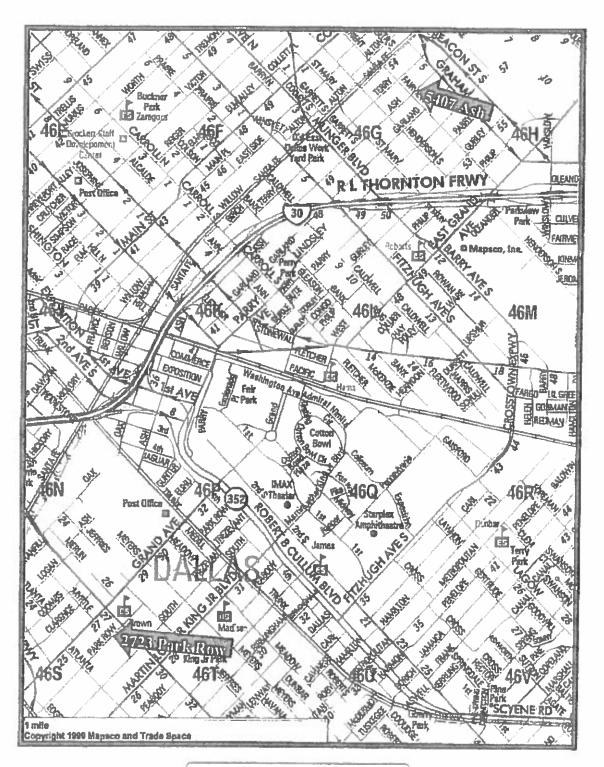
Kelvin Williams, President

# MAPS

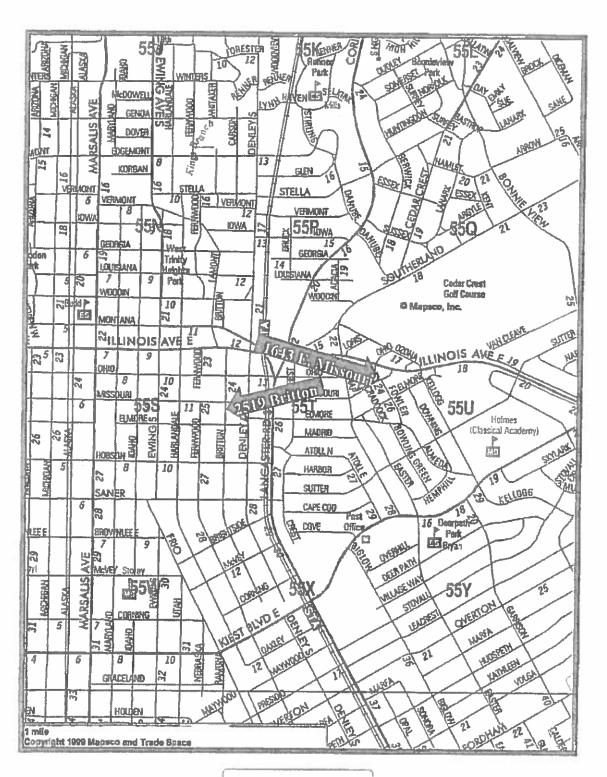
Attached

# Land Bank (DHADC) Sale of Lots to KW New Vision Properties and Land, Inc.

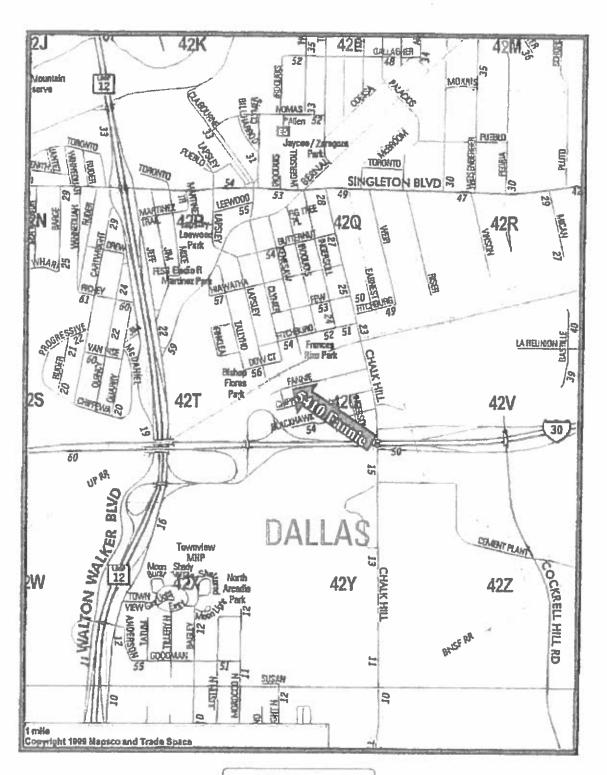
Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
1. 5407 Ash	46G	2	\$ 8,968.74
2. 1643 E. Missouri	55T	4	\$16,170.63
3. 2723 Park Row	46S	7	\$24,814.31
4. 2519 Britton	55T	4	\$15,624.04
5, 5410 Fannie	42U	6	\$10,008.85



**MAPSCO 46G & 46S** 



**MAPSCO 55T** 



MAPSCO 42U

#### April 27, 2016

WHEREAS, on January 28, 2004, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C, by Resolution No. 04-0458; and

WHEREAS, KW New Vision Properties and Land, Inc. submitted a proposal and development plan to DHADC for 5 lots shown on Exhibit "A" and the DHADC Board has approved the development plan and sale, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by KW New Vision Properties and Land, Inc. and authorize the sale of the said 5 lots from DHADC to KW New Vision Properties and Land, Inc. to build affordable houses;

NOW, THEREFORE,

### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by KW New Vision Properties and Land, Inc. and the sale of 5 lots shown on Exhibit "A" from DHADC to KW New Vision Properties and Land, Inc. is approved.

**Section 2.** That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit "A".

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

# EXHIBIT "A"

		LAND BANK PROPER	TY	Pate of Fr
PARCEL NUMBER	STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF HOMEOWNER UNITS	SALE
ı	5407 Ash Loi 9, East We Go Addmon Block NV1611	KW New Vision Properties and Land, Inc	l.	\$5,000.00
2	1643 E. Missouri Lot II, Highlands Addanon Block P-4246	KW New Vision Properties and Land, Inc.	1	\$5,000.00
3	2723 Park Row Let 15, Edgewood Addition Block 5 1287	KW New Vision Properties and Land, Inc	1	00 000,22
4	2519 Britton Lot 12, Breadmoor Addition Block 26/4225	KW New Vision Properties and Land, Inc.	1	\$5,000,00
5	S410 Fannie Lut 4, Frank M. Horton's Addition to Eagle Ford Block A/7183	KW New Vision Properties and Land, Inc	1	\$5,000.00
AL				\$25,000,00

#### EXHIBIT B

# SECTION II: DEVELOPMENT PLAN

# A. DESCRIPTION OF THE LAND REQUESTED FOR DEVELOPMENT (1) Number of lots requested in this proposal \_\_\_\_\_5\_ (2) Provide the property address and legal description of the land requested (attach extra sheets if necessary) (the "Property"). (See attached 5 property addresses ADDENDUM #1) B. DESCRIPTION OF PROPOSED HOUSES ENTITY WILL CONSTRUCT At least 25% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes not greater than 60% of AMFI. No more than 30% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes between 81% and 115% of AMFI. (At least 70% of the Land Bank properties sold during any fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes at 80% AMFI or less.) Single Family Home (to be sold to low income households at 60% or less of AMFI): Number of homes to be built Square Footage range of each home Number of Bedrooms/Baths in each home Number of Garages \_\_\_\_ Number of Carports \_ Detached Type of Exterior Veneer\_\_\_\_\_ Which sides Your Sales Price range without Subsidies to Qualified Low Income Buyer\_ Single Family Home (to be sold to low income households at 80% or less of AMFI): Number of homes to be built \_\_\_ 3 \_\_ Square Footage range of each home \_\_\_1400-1600\_ Number of Bedrooms/Baths in each home 3-4 Number of Garages 1-2 Number of Carports Detached Type of Exterior Veneer Brick Which sides Front Your Sales Price range without Subsidies to Qualified Low Income Buyer\_ 110-140K\_ Single Family Home (to be sold to low income households between 81% and 115% of AMFI): Number of homes to be built \_\_\_\_ 2\_ Square Footage range of each home \_\_\_\_ 1500-1900\_ Number of Bedrooms/Baths in each home 3-4 Number of Garages 2 Number of Carports Detached Attached X Type of Exterior Veneer Brick Which sides all Your Sales Price range without Subsidies to Qualified Low Income Buyer 130-175K Attach extra sheet(s) breaking out above information for each different model of home.

PROVIDE FLOOR PLANS AND ELEVATIONS.

### C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Start of Construction: 60 days after receiving the deed to the property
Completion of Construction: 120 days after start of construction
Sale of first affordable housing unit to low income household:30 days after completion of construction
Sale of last affordable unit to low income households:30 days after completion of first house

# ADDENDUM #1 - KW New Vision Properties & Land, Inc.

	Address	Legal Description	Census Tract
1	1643 E. Missouri Avenue	Lot 11, Block P/4246,	55.00
	Dallas, TX 75216	Highlands	
2	2723 Park Row Avenue	Lot 15, Block 5/1287	203.00
	Dallas, TX 75223	Edgewood	
3	5407 Ash Lane	Lot 9, Block M/1611	24.00
	Dallas, TX	East We Go	
4	2519 Britton Drive	Lot 12, Blk 26/4225	55.00
	Dallas, TX 75216	Broadmoor	
5	5410 Fannie Street	Lot 4, Blk A/7185	106.02
	Dallas, TX 75212	Frank M Horton	

**KEY FOCUS AREA:** 

Economic Vibrancy

AGENDA DATE:

April 27, 2016

COUNCIL DISTRICT(S):

4

DEPARTMENT:

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

54Z

# SUBJECT

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by Marcer Construction Company, LLC for the construction of affordable houses; (2) the sale of 2 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to Marcer Construction Company, LLC; and (3) execution of a release of lien for any non-tax liens on the 2 properties that may have been filed by the City — Financing: No cost consideration to the City

# **BACKGROUND**

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

Marcer Construction Company, LLC has submitted a proposal and development plan to DHADC for 2 lots shown on the attached list. The DHADC Board has approved the development plan and sale, subject to City Council approval. This item will authorize City Council approval of the development plan submitted by Marcer Construction Company, LLC to the City's Land Bank, the sale of those lots from DHADC to Marcer Construction Company, LLC and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens.

# BACKGROUND (continued)

DHADC's Deed without Warranty to Marcer Construction Company, LLC will contain a reverter that returns the property to DHADC if a construction permit is not applied for by Marcer Construction Company, LLC and construction financing is not closed within three years of conveyance.

Marcer Construction Company, LLC will build affordable houses on the lots. The approximate square footage and sales prices of the houses will be from 1,100 to 1,300 square feet and from \$110,000 to \$145,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (0 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (0 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (2 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$10,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

# PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan and sale of 2 lots from DHADC to Marcer Construction Company, LLC.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

# DEVELOPER

Marcer Construction Company, LLC

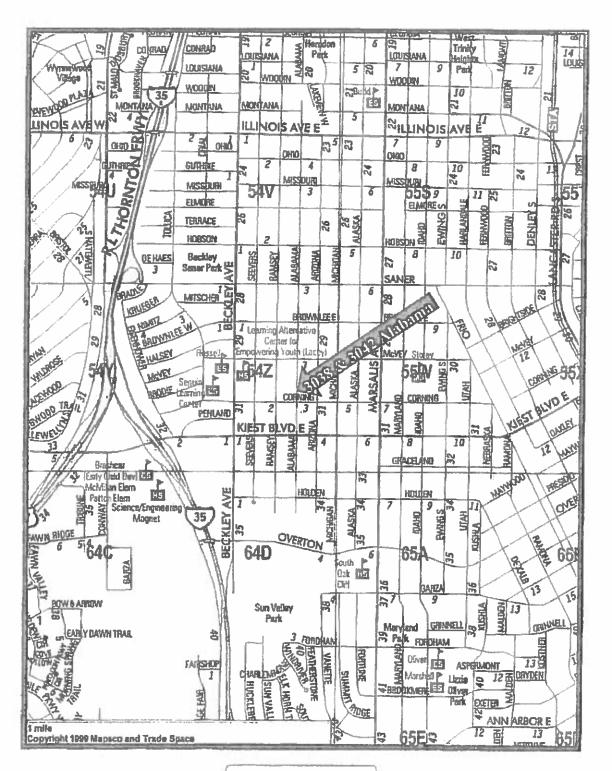
Raul Estrada, Managing Member

# MAP

Attached

# Land Bank (DHADC) Sale of Lots to Marcer Construction Company, LLC

Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
1. 3038 Alabama	54Z	4	\$24,697.95
2. 3042 Alabama	54Z	4	\$21,657.37



**MAPSCO 54Z** 

#### April 27, 2016

WHEREAS, on January 28, 2004, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C, by Resolution No. 04-0458; and

WHEREAS, Marcer Construction Company, LLC submitted a proposal and development plan to DHADC for 2 lots shown on Exhibit "A" and the DHADC Board has approved the development plan and sale, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Marcer Construction Company, LLC and authorize the sale of the said 2 lots from DHADC to Marcer Construction Company, LLC to build affordable houses;

### NOW. THEREFORE.

### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit "B" indicating the approximate square footage and sales price ranges of the proposed houses submitted by Marcer Construction Company, LLC and the sale of 2 lots shown on Exhibit "A" from DHADC to Marcer Construction Company, LLC is approved.

Section 2. That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit "A".

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

# EXHIBIT "A"

V TREE		LAND BANK PROPER	TY	Wall Market
PARCEL NUMBER	STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF HOMEOWNER UNITS	SALE AMOUNT
ı	3038 Alabama Lot 10, Firemont Addition Revised Block 18/4114	Marcer Construction Company, LLC	1	\$5,000 60
2	3042 Alabama Lot 11, Freemont Addstion (Block 1841)14	Marter Construction Company, LLC	1	\$5 000 60
ral .				\$10,000.00

# **EXHIBIT B**

# SECTION II: DEVELOPMENT PLAN

# A. DESCRIPTION OF THE LAND REQUESTED FOR DEVELOPMENT

(1) Number of lots requested in this proposal. 2
(2) Provide the property address and legal description of the land requested (attach extra sheets if necessary)
(the "Property").  3038 Alabama Lot 10 Block 18/1114 Freemont Addrtion City of Dallas
3040 ALABAMA LOT 10 Block 18/1114 Freemont Addition Oty of Callag
B. DESCRIPTION OF PROPOSED HOUSES ENTITY WILL CONSTRUCT
At least 25% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes not greater than 60% of AMFI. No more than 30% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes between 81% and 115% of AMFI. (At least 70% of the Land Bank properties sold during any fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes at 80% AMFI or less.)
Single Family Home (to be sold to low income households at 60% or less of AMFI):
Number of homes to be built  Square Footage range of each home  Number of Bedrooms/Baths in each home  Number of Garages  Number of Carports  Detached  Attached  Type of Exterior Veneer  Your Sales Price range without Subsidies to Qualified Low Income Buyer
Single Family Home (to be sold to low income households at 80% or less of AMFI):
Number of homes to be built
Single Family Home (to be sold to low income households between 81% and 115% of AMFI):
Number of homes to be built
tach extra sheet(s) breaking out above information for each different model of home.

Att

PROVIDE FLOOR PLANS AND ELEVATIONS.

# C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Start of Construction: _ 7- days after receiving the deed to the property	
Completion of Construction: 60 days after start of construction	
Sale of first affordable housing unit to low income household: ASAP days after completion of constru	uction
Sale of last affordable unit to low income households: ASAP days after completion of first house	

**KEY FOCUS AREA:** 

**Economic Vibrancy** 

**AGENDA DATE:** 

April 27, 2016

**COUNCIL DISTRICT(S):** 

7

DEPARTMENT:

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

46U 47N

# SUBJECT

Authorize (1) approval of the development plan submitted to the Dallas Housing Acquisition and Development Corporation by South Dallas Fair Park Innercity Community Development Corporation for the construction of affordable houses; (2) the sale of 2 vacant lots (list attached) from Dallas Housing Acquisition and Development Corporation to South Dallas Fair Park Innercity Community Development Corporation; (3) the exchange of deed restrictions from the 2 lots proposed to be purchased from the Land Bank to 2 comparable lots owned by the developer; and (4) execution of a release of lien for any non-tax liens that may have been filed by the City – Financing: No cost consideration to the City

### BACKGROUND

On June 18, 2003, Governor Perry signed the Urban Land Bank Demonstration Program Act. The Act allows the governing body of a municipality to adopt an Urban Land Bank Demonstration Program in which the officer charged with selling real property ordered sold pursuant to foreclosure of a tax lien may sell certain eligible real property by private sale to a land bank for the purpose of affordable housing developments. The City Council then established the Dallas Housing Acquisition and Development Corporation (DHADC or Land Bank) as its land bank for the purpose of acquiring, holding and transferring unimproved real property under Subtitle A, Title 12, Local Government Code, Chapter 379C on January 28, 2004.

South Dallas Fair Park Innercity Community Development Corporation (ICDC) has submitted a proposal and development plan to DHADC for the acquisition of 2 lots, as shown on the attached list, and also for the exchange of the deed restrictions from the 2 lots proposed to be purchased from the Land Bank to 2 comparable lots owned by the developer, as allowed under Section 379C.0105 of the Texas Local Government Code. The DHADC Board has approved the development plan, sale and exchange of deed restrictions, subject to City Council approval.

# **BACKGROUND** (continued)

This item will authorize City Council approval of the development plan submitted by ICDC to the City's Land Bank, the sale of those lots from DHADC to ICDC, the exchange of deed restrictions and the release of lien for any non-tax liens that may have been filed by the City. The vacant lots were purchased by DHADC from a Sheriff's sale pursuant to foreclosure of tax liens and any non-tax liens. DHADC's Deed without Warranty to ICDC will contain a reverter that returns the property to DHADC if a construction permit is not applied for by ICDC and construction financing is not closed within three years of conveyance.

The approximate square footage and sales prices of the houses will be 1,330 square feet and from \$90,000 to \$100,000. The lots will be deed restricted for sale to a low income family and will require at least 25 percent of the developed homes (0 in this proposal) to be sold to households with gross household incomes not greater than 60 percent of the Area Median Family Income (AMFI) as determined annually by HUD. A maximum of 30 percent of the developed homes (0 in this proposal) may be sold to households with gross incomes from 81 percent to 115 percent of the AMFI as determined annually by HUD. If 30 percent of the homes are sold to buyers at 81 percent to 115 percent of the AMFI, the remaining homes (2 in this proposal) will be sold to buyers below 81 percent of the AMFI and in compliance with the minimum 25 percent requirement to sell to buyers below 60 percent of the AMFI. DHADC will receive \$10,000.00 for the sales price, as calculated from the 2015-16 Land Bank Plan approved by City Council.

# PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On January 28, 2004, by Resolution No. 04-0458, the City Council established DHADC as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code.

On September 21, 2015, the Housing Committee was briefed regarding the Urban Land Bank Demonstration Program which outlined the process and status of the program.

On March 24, 2016, DHADC approved the development plan, the sale of 2 lots from DHADC to South Dallas Fair Park Innercity Community Development Corporation and the exchange of deed restrictions.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

No cost consideration to the City

# **DEVELOPER**

# South Dallas Fair Park Innercity Community Development Corporation

Lewis Rhone, Chairman

# MAP

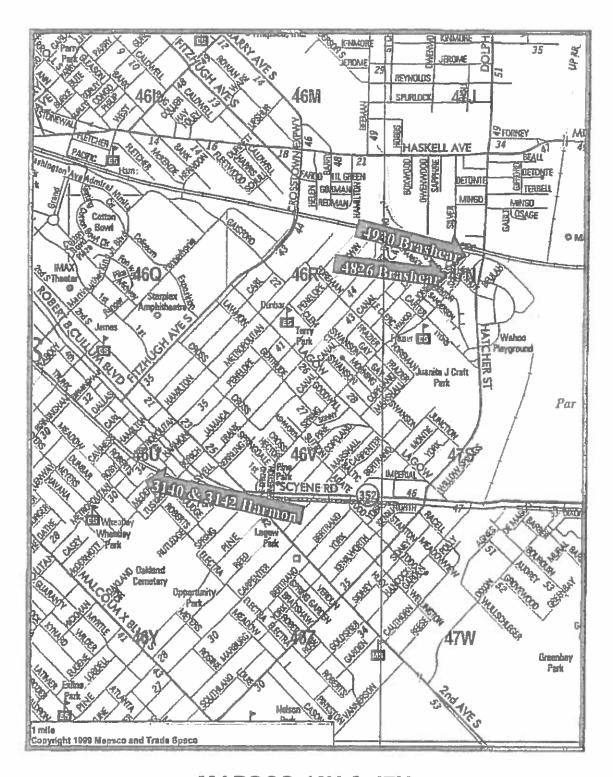
Attached

# Land Bank (DHADC) Sale of Lots to South Dallas Fair Park Innercity Community Development Corporation

Property Address	Mapsco	Council <u>District</u>	Amount of Non-Tax Liens
1. 4826 Brashear	47N	7	\$9,841.64
2. 4930 Brashear	47N	7	\$1,981.52

# Lots Owned by South Dallas Fair Park Innercity Community Development Corporation To be Exchanged for Land Bank Lots

Property Address	Mapsco	Council <u>District</u>
<ol> <li>3140 Harmon</li> <li>3142 Harmon</li> </ol>	46U 46U	7 7



**MAPSCO 46U & 47N** 

WHEREAS, on January 28, 2004, by Resolution No. 04-0458, the City Council established the Dallas Housing Acquisition and Development Corporation (DHADC) as its land bank for the purpose of acquiring, holding and transferring unimproved real property for the purpose of promoting the development of affordable housing as allowed under Chapter 379C of the Texas Local Government Code; and

WHEREAS, South Dallas Fair Park Innercity Community Development Corporation (ICDC) submitted a proposal and development plan to DHADC for the acquisition of 2 lots shown on Exhibit A and the exchange of the deed restrictions from the 2 lots proposed to be purchased from the Land Bank to 2 comparable lots owned by the developer, as permitted under Section 379C.0105 of the Texas Local Government Code and the DHADC Board has approved the development plan and the sale and exchange of the deed restrictions, subject to City Council approval; and

WHEREAS, the City Council desires to approve the development plan shown on Exhibit B indicating the approximate square footage and sales price ranges of the proposed houses submitted by ICDC and authorize the sale of the said 2 lots from DHADC to ICDC and exchange of the deed restrictions to build affordable houses;

NOW, THEREFORE,

#### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That the development plan shown on Exhibit B indicating the approximate square footage and sales price ranges of the proposed houses submitted by ICDC and the sale of 2 lots shown on Exhibit A from DHADC to ICDC and the exchange of the deed restrictions from the 2 lots proposed to be purchased from the Land Bank to 2 comparable lots owned by the developer.

**Section 2.** That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a release of lien for any non-tax liens that may have been filed by the City on the lots shown on Exhibit A.

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

# EXHIBIT "A"

		LAND BANK PROPERTY	Y	
PARCEL NUMBER	STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF HOMEOWNER UNITS	SALE AMOUNT
ì	4826 Brashese Lot 51, Parks and Friedman's Spring Avenue Addition Block 242)	South Dallas Fair Park Innercity Community Development Corporation	1	\$5,000.00
2	4930 Brashear  Lot 14, Parks and Friedman's Spring Avenue Addition  Block 2419	South Dallas Fair Park Innercity Community Development Corporation	ı	\$5,000.00
TAL				\$10,000.00

### EVHIDIT D

# SECTION II: DEVELOPMENT PLAN

# A. DESCRIPTION OF THE LAND REQUESTED FOR DEVELOPMENT

<ol> <li>Number of lots requested in this proposal. 2</li> <li>Provide the property address and legal description of the land requested (attach extra sheets if necessary (the "Property").</li> </ol>
1.4826 Brasbear St., Parks & Freedman, Spring, Avenue, BLK 2421 Lot 51, VOL 87013 PG2859 CO- DC 2421 000 05100 1002421 000.
2, 4930 Brashear St. Parks & Freedman Spring Avenue BLK 2914 LT 14, INT201600005710 DD 12312015, CO-DC 2419 00001400 1002419 000.
B. DESCRIPTION OF PROPOSED HOUSES ENTITY WILL CONSTRUCT
At least 25% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes not greater than 60% of AMFI. No more than 30% of the Land Bank properties sold during any given fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes between 81% and 115% of AMFI. (At least 70% of the Land Bank properties sold during any fiscal year to be developed shall be deed restricted for sale to households with gross annual incomes at 80% AMFI or less.)
Single Family Home (to be sold to low income households at 60% or less of AMFI):
Number of homes to be built  Square Footage range of each home  Number of Bedrooms/Baths in each home  Number of Garages  Number of Carports  Detached  Type of Exterior Veneer  Which sides  Your Sales Price range without Subsidies to Qualified Low Income Buyer
Single Family Home (to be sold to low income households at 80% or less of AMFI):
Number of homes to be built _2  Square Footage range of each home _1330sq ft  Number of Bedrooms/Baths in each home 3/2  Number of Garages Number of Carports 1 Detached Attached 1  Type of Exterior Veneer Hardi Siding Which sides All  Your Sales Price range without Subsidies to Qualified Low Income Buyer \$90,000 - \$100,000.
Single Family Home (to be sold to low income households between 81% and 115% of AMFI):
Number of homes to be built _0  Square Footage range of each home/  Number of Bedrooms/Baths in each home/  Number of Garages Number of Carports Detached Attached  Type of Exterior Veneer Which sides  Your Sales Price range without Subsidies to Qualified Low Income Buyer  Attach extra sheet(s) breaking out above information for each different model of home.

PROVIDE FLOOR PLANS AND ELEVATIONS.

#### C. CONSTRUCTION TIMETABLE

State the number of days it will take you to complete construction and sale of improved Property from the date of obtaining the executed deed from DHADC. Attach a schedule, if you desire. The deed conveying property sold by DHADC will include a right of reverter so that if the Entity does not apply for a construction permit and close on any construction financing within a three year period following the date of conveyance of the property from the DHADC to the Entity, the property will revert to the DHADC for subsequent resale.

Start of Construction: 270 days after receiving the deed to the property

Completion of Construction: 180 days after start of construction

Sale of first affordable housing unit to low income household: \_\_300 \_\_ days after completion of construction

Sale of last affordable unit to low income households: 330 days after completion of first house

**KEY FOCUS AREA:** 

Clean, Healthy Environment

**AGENDA DATE:** 

April 27, 2016

COUNCIL DISTRICT(S):

1

**DEPARTMENT:** 

**Housing/Community Services** 

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

45W

# **SUBJECT**

Authorize (1) the acceptance of a Continuum of Care Grant from the U.S. Department of Housing and Urban Development in the amount of \$288,401, to provide permanent supportive housing for homeless persons with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue for the period May 1, 2016 through April 30, 2017; (2) a contract with Hillcrest House Partnership, Ltd. (as Owner) and PWA Coalition of Dallas, Inc. dba AIDS Services of Dallas (as Subrecipient) in the amount of \$288,401 to provide permanent supportive housing for homeless persons with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue for the period May 1, 2016 through April 30, 2017; (3) a cash match in the amount of \$72,101 from Housing Opportunities for Persons with AIDS grant funds; and (4) execution of any and all agreements and other documents required by the grant - Total not to exceed \$360,502 - Financing: U.S. Department of Housing and Urban Development Grant Funds

## BACKGROUND

Hillcrest House is a four-story residential facility with 64 single room occupancy (SRO) units serving homeless persons with HIV/AIDS. The facility is owned by Hillcrest House Partnership, Ltd., a Texas limited partnership with PWA Coalition of Dallas, Inc. dba AIDS Services of Dallas (ASD) as sole general partner and, through a wholly owned subsidiary, sole limited partner.

In 1992, the City of Dallas as grantee, together with ASD as project sponsor, applied for and were awarded a Shelter Plus Care/SRO grant for ten years of rental assistance commencing in May 1995, in connection with the moderate rehabilitation of Hillcrest House located at 834 North Marsalis Avenue, Dallas, Texas. Beginning in May 2006, the Hillcrest House grant has been renewed annually by the U.S. Department of Housing and Urban Development (HUD) to provide ongoing support for the facility.

# **BACKGROUND** (Continued)

Under new HUD regulations issued June 2012, the grant was converted from Shelter Plus Care to Continuum of Care funding for project-based rental assistance effective May 2013, and was amended to reallocate funding for supportive services effective May 2014.

This FY2015 renewal grant (Grant No. TX0060L6T001508 and CFDA No. 14.267) continues funding for project-based rental assistance, supportive services, and project administration at Hillcrest House. The City of Dallas administers the rental assistance (including inspections) at Hillcrest House, with residents paying 30% of monthly adjusted income toward their own rent and the grant paying the remainder. ASD provides on-site supportive services (consisting of transportation) for residents funded through this grant, but residents also receive home health care, comprehensive case management, food services, volunteer support, employment services, and HIV disease management funded through other sources.

All recipients are required to match 25 percent of Continuum of Care grant funds with cash or in-kind contributions from other sources. Cash match in the amount of \$72,101 will be provided through Housing Opportunities for Persons with AIDS (HOPWA) grant funds, consisting of partial salary and benefits for a City of Dallas case worker stationed at Hillcrest House providing homeless outreach services for the facility, as well as HOPWA facility based housing assistance funds awarded and contracted to ASD for operations and supportive services at Hillcrest House.

#### PERFORMANCE MEASURES

Number of Persons Assisted

	2015-16	2015-16	2016-17
	<u>Goal</u>	Actual*	Goal
Persons served at Hillcrest	77	81	77
Persons in stable housing at Hillcrest	67	71	67

<sup>\*</sup>YTD data through 1/31/16 (9 months)

# PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

Authorized the FY2013 renewal of a Continuum of Care Grant (formerly Shelter Plus Care Grant) to provide rental assistance funds for single room occupancy for homeless persons living with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue on June 25, 2014, by Resolution No. 14-1000.

# PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS) (Continued)

Authorized the first amendment to the FY2013 renewal of the Continuum of Care Grant for Hillcrest House located at 834 North Marsalis Avenue, to establish a category for supportive services and shift funds from rental assistance to supportive services, on February 11, 2015, by Resolution No. 15-0276.

Authorized the FY2014 renewal of a Continuum of Care Grant (formerly Shelter Plus Care Grant) to provide rental assistance funds for single room occupancy for homeless persons living with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue on April 22, 2015, by Resolution No. 15-0752.

Authorized the second amendment to FY2013 renewal of the Continuum of Care Grant for Hillcrest House located at 834 North Marsalis Avenue, to shift funds from supportive services to rental assistance, on August 12, 2015, by Resolution No. 15-1381.

Information about this item will be provided to the Housing Committee on April 18, 2016.

### FISCAL INFORMATION

\$360,502 - U. S. Department of Housing and Urban Development Grant Funds

# ETHNIC COMPOSITION

### PWA Coalition of Dallas, Inc. dba AIDS Services of Dallas (Board)

Black Female	1	Black Male	1
White Female	2	White Male	15
Hispanic Female	2	Hispanic Male	1
Other Female	0	Other Male	2

# OWNER(S)

### PWA Coalition of Dallas, Inc. dba AIDS Services of Dallas

# **Board of Directors**

Don Neubauer, Chair Dennis Kershner Donald Mercer, Vice Chair James Lightfoot Karen Charleston, Secretary Arlen Miller William Early, Treasurer David Nelson Jacque Borel Ashley Peña Debbie Ochoa Duncan Rich Perry Mark Edgeli Budi Sutomo Samuel W. Etheridge Wayne Thomas

# **OWNER(S)** (Continued)

Robert Helm Bruce Jaster Domingo Jimenez Matthew Jones Jonathan Thorne Jennifer Thornton Sharon Valenti Hon. Ernie White WHEREAS, there is a need to assist the homeless population with HIV/AIDS by providing rental assistance in conjunction with supportive services; and

WHEREAS, the U.S. Department of Housing and Urban Development (HUD) provides Continuum of Care Grant funds to assist homeless persons living with HIV/AIDS with project-based rental assistance; and

WHEREAS, HUD has approved the City of Dallas FY2015 renewal application for Continuum of Care Grant funds to provide permanent supportive housing for homeless persons with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue;

NOW, THEREFORE,

#### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS.

Section 1. That following approval as to form by the City Attorney, the City Manager is hereby authorized to: (1) accept a Continuum of Care Grant from the U.S. Department of Housing and Urban Development in the amount of \$288,401 (Grant No. TX0060L6T001508 and CFDA No. 14.267), to provide permanent supportive housing for homeless persons with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue for the period May 1, 2016 through April 30, 2017; (2) enter into a contract with Hillcrest House Partnership, Ltd. (as Owner) and PWA Coalition of Dallas, Inc. dba AIDS Services of Dallas (as Subrecipient) in the amount of \$288,401, to provide permanent supportive housing for homeless persons with HIV/AIDS at Hillcrest House located at 834 North Marsalis Avenue, for the period May 1, 2016 through April 30, 2017; (3) a cash match in the amount of \$72,101 from Housing Opportunities for Persons with AIDS grant funds; and (4) execute any and all agreements and other documents required by the grant.

**Section 2.** That the City Manager is hereby authorized to establish appropriations in Fund F486, Dept. HOU, Unit 1923, Object Code 3099, in an amount not to exceed \$288,401.

**Section 3.** That the Chief Financial Officer is hereby authorized to receive and deposit grant funds in Fund F486, Dept. HOU, Unit 1923, Revenue Source Code 6506, in an amount not to exceed \$288,401.

**Section 4.** That the Chief Financial Officer is hereby authorized to disburse funds from Fund F486, Dept. HOU, Unit 1923, in periodic payments in an amount not to exceed \$288,401, to Hillcrest House Partnership, Ltd., Vendor No. VC0000011725, and to PWA Coalition of Dallas, Inc., Vendor No. 268632, according to the following:

# Section 4. (Continued)

<u>Fund</u>	<u>Dept</u>	<u>Unit</u>	<u>Object</u>	<u>Category</u>	MASC No.	<u>Vendor No.</u>	<u>Amount</u>
F486	HOU	1923	3099	Rent Asst	FY15Hillcrest1	VC0000011725	\$232,704
F486	HOU	1923	3099	Support Srvc	FY15Hillcrest2	268632	\$ 36,585
F486	HOU	1923	3099	Administration	FY15Hillcrest2	268632	\$ 19,112
						Total	\$288,401

**Section 5.** That the City Manager is hereby authorized to provide a cash match in the total amount of \$72,101, with \$34,130 from Fund HW15, Dept. HOU, Unit 672H (for HOPWA Facility Based Housing Assistance - at Hillcrest House, Operations & Supportive Services), and \$37,971 from Fund HW15, Dept HOU, Unit 673H for City of Dallas HOPWA Caseworker II - at Hillcrest House, Homeless Outreach (Partial Salary/Benefits).

**Section 6.** That the City Manager is hereby authorized to make non-significant changes to the grant/contract, in accordance with HUD regulations, including shifting not more than 10 percent of the total amount awarded under the grant/contract for one approved eligible activity category to another eligible activity category, and to provide additional information, make adjustments, and take other actions relating to these budgets as may be necessary in order to satisfy HUD requirements.

**Section 7.** That the City Manager is hereby authorized to reimburse to HUD any expenditures identified as ineligible. The City Manager shall notify the appropriate City Council Committee of expenditures identified as ineligible not later than 30 days after the reimbursement. Further, the City Manager shall keep the appropriate City Council Committee informed of all final HUD audit reports not later than 30 days after the receipt of the report.

**Section 8.** That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

**KEY FOCUS AREA:** 

**Economic Vibrancy** 

AGENDA DATE:

April 27, 2016

COUNCIL DISTRICT(S):

4

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

55B

### SUBJECT

A resolution declaring two unimproved properties located at 410 Sparks Street and 411 Hart Street unwanted and unneeded and authorizing their conveyance to Dallas Housing Acquisition and Development Corporation, a qualified non-profit organization, through the Land Transfer Program (list attached) - Revenue: \$2,000

#### BACKGROUND

This item will declare two (2) unimproved properties located at 410 Sparks Street and 411 Hart Street unwanted and unneeded and authorize their conveyance to Dallas Housing Acquisition and Development Corporation (DHADC), a qualified non-profit organization, through the Land Transfer Program.

This property is being sold to a qualified non-profit organization that provides affordable housing. DHADC will construct two (2) single-family homes for purchase by low to moderate income homebuyers. The anticipated commencement date of construction is Fall 2016.

The deed to this property will include deed restrictions which prohibit the placement of industrialized housing on the property.

# PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### **FISCAL INFORMATION**

Revenue - \$2,000

# <u>OWNER</u>

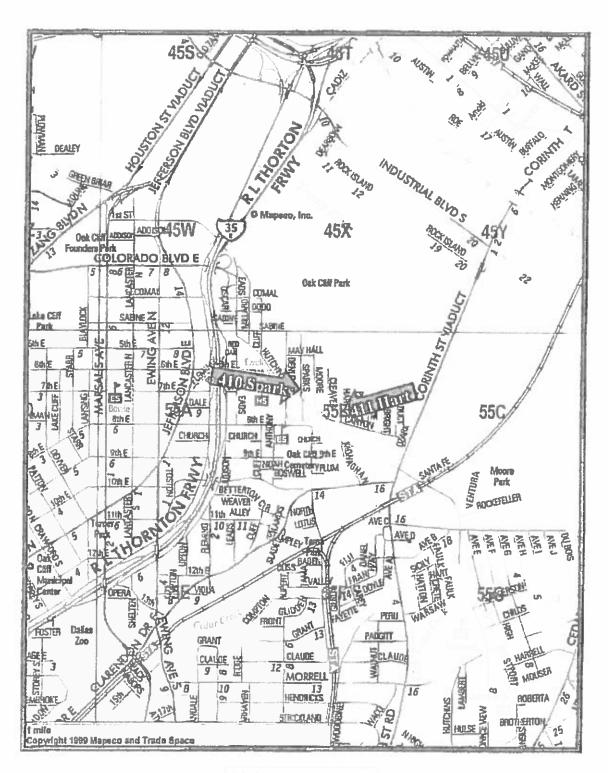
**Dallas Housing Acquisition and Development Corporation** 

# MAP

Attached

# **Surplus Property Resale**

Parce No.	Address	Non-Profit Organization	Mapsco	DCAD Amount	Sale <u>Amount</u>	Vac/ Imp	Zoning
1.	410 Sparks	Dallas Housing Acquisition and Development Corporation	55B	\$7,000	\$1,000	<b>V</b>	R-5(A)
2.	411 Hart	Dallas Housing Acquisition and Development Corporation	55B	\$7,000	\$1,000	V	R-5(A)



**MAPSCO 55B** 

#### April 27, 2016

WHEREAS, the City acquired title to a certain property, identified on "Exhibit A", attached hereto and made a part hereof, by legal description and the volume and page number of said instrument recorded in the real property records of the county in which the property is located, ("Property"); and

WHEREAS, as authorized by Section 272.001(g) of the Texas Local Government Code, the City desires to sell the Property to a qualified "nonprofit organization" for the development of "affordable housing" for low income persons, as those terms are defined for the purposes of this resolution in Section 2-26.5 of the Dallas City Code ("Code") in accordance with the non-profit organization's written proposal for development of the Property by the purchaser; and

WHEREAS, the City recognizes certain "qualified nonprofit organizations" as those which:

- (1) are 501(c)(3) corporations, as defined by the U.S. Internal Revenue Service,
- (2) are in good standing with the State of Texas,
- (3) are community based organizations as evidenced by at least one-third (1/3) of their boards being made up of area residents or low income persons.
- (4) have articles of incorporation, charter or bylaws which show the provision of safe, decent, affordable housing to low and moderate income persons is a stated purpose of the organization, and
- (5) owe no outstanding judgements, tax delinquencies, or fees to the City; and

WHEREAS, the City Council desires to declare the Property shown on Exhibit "A" unwanted and unneeded and authorize its conveyance to Dallas Housing Acquisition and Development Corporation (DHADC); and

WHEREAS, the Deed without Warranty to this Property will contain:

(1) deed restrictions on the Property, acceptable to the City, requiring the Property to remain affordable to households whose incomes are less than 80% of the area median family income upon resale for five (5) years after initial occupancy, and (2) a right of reverter; and

WHEREAS, the Deed Restrictions will require the purchaser to:

- (1) restrict the sale and resale of owner-occupied property to low-income individuals or families for five (5) years after the date of filing,
- (2) require the nonprofit organization to develop the proposed housing unit within three (3) years after receiving the Deed without Warranty, and
- (3) require any low-income individual or family to maintain each housing unit and all improvements on the land during the five (5) year period;

#### NOW, THEREFORE,

#### BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**Section 1.** That upon receipt of the monetary consideration from DHADC for the Property on the list as specified on Exhibit "A", the City Manager is hereby authorized to execute a Deed without Warranty, upon approval as to form by the City Attorney, and attested by the City Secretary, conveying the Property to DHADC and the possibility of reverter with right of re-entry, and to the terms and conditions of Code Section 2-26.10 through 2-26.12.

Section 2. That the Deed without Warranty to this Property will contain:

(1) deed restrictions on the Property, acceptable to the City, requiring the Property to remain affordable to households whose incomes are less than 80% of the area median family income upon resale for five (5) years after initial occupancy, and (2) a right of reverter.

Section 3. That the Deed Restrictions will require the purchaser to:

- (1) restrict the sale and resale of owner-occupied property to low-income individuals or families for five (5) years after the date of filing.
- (2) require the nonprofit organization to develop the proposed housing unit within three (3) years after receiving the Deed without Warranty, and
- (3) require any low-income individual or family to maintain each housing unit and all improvements on the land during the five (5) year period.

**Section 4.** That the City Manager is authorized to execute an instrument, approved as to form by the City Attorney, releasing the City's possibility of reverter with right of re-entry and terminating the deed restrictions to the Property upon compliance with all terms and conditions of Code Section 2-26.10 through 2-26.12 and the deed restrictions.

**Section 5.** That the purchaser shall be responsible for the pro rata property taxes assessed from the date of closing for the remaining part of the then current calendar year. This Property shall be placed back on the tax rolls effective as of the date of execution of the deed.

Section 6. That any and all proceeds for the resale of the Property listed on Exhibit A shall be deposited to General Fund 0001, Agency DEV, Balance Sheet Account 0519 and the Sustainable Development and Construction Department shall be reimbursed for administrative costs incurred (Fund 0001, Department DEV, Unit 1183, Object 5011). Any remaining proceeds shall be transferred to the General Capital Reserve Fund 0625, Department DEV, Unit 8888, Revenue Source 8118.

## April 27, 2016

Section 7. That if a title policy is desired, same shall be at the expense of the purchaser.

**Section 8.** That any procedures required by Code Section 2-24 that are not required by state law are hereby waived with respect to these conveyances.

Section 9. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

			EXHIBIT	Α			
SURPLUS PROPERTY							
			April 27, 2	2016			_
PARCEL NUMBER	STREET ADDRESS LEGAL DESCRIPTION	VACANT/ IMPROVED	Instrument Number	QUALIFIED NONPROFIT PURCHASER	NUMBER OF DWELLING UNITS	TYPE OF DEED	SALE AMOUNT
1	410 Sparks South 1/2 of Lot 22 and Lot 23, Dewberry's Addition Block 2/7675	٧	201400310244	Dallas Housing Acquisition and Development Corporation	1	Deed Without Warranty	\$1,000.00
2	411 Hart Lot 5, Meadowmere Addition Block 3/7677	٧	201400310246	Dallas Housing Acquisition and Development Corporation	1	Deed Without Warranty	\$1,000.00
						TOTAL	\$2,000.0

**KEY FOCUS AREA:** 

**Economic Vibrancy** 

AGENDA DATE:

April 27, 2016

COUNCIL DISTRICT(S):

7

DEPARTMENT:

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

45R

#### SUBJECT

Authorize an amendment to Resolution No. 15-1378, previously approved on August 12, 2015, for the conditional grant agreement in the amount of \$1,500,000 with Central Dallas Community Development Corporation to extend the completion date to September 30, 2016 for construction of the 50 permanent supportive housing units located at 1531 Malcolm X Boulevard - Financing: No cost consideration to the City

#### **BACKGROUND**

On March 11, 2016, Central Dallas Community Development Corporation (CDC), requested to extend the completion date to September 30, 2016 for the conditional grant to Central Dallas Community Development Corporation in the amount of \$1,500,000 for the development of 50 permanent supportive housing units located at 1531 Malcolm X Boulevard for construction costs. Central Dallas Community Development Corporation will have a 10-year deed restriction on the units to maintain affordability at 140% Area Median Family Income.

Central Dallas Community Development Corporation has completed construction on the underground electrical, plumbing, piers, foundations, framing and a portion of the exterior of the buildings. Remaining to be done are sheetrock, insulation, paint, cabinets, windows, trim, HVAC & flooring. Delays occurred due to weather, including ice and rain that created excessive mud conditions that hindered setting underground utilities and pouring the foundations.

# PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On June 12, 2013, City Council approved the conditional grant to Central Dallas Community Development Corporation in the amount of \$1,500,000 for the development to include acquisition, demolition, relocation, predevelopment and construction costs of the project at 1531 Malcolm X Blvd., by Resolution No. 13-0993.

## PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS) (Continued)

On May 28, 2014, City Council approved an amendment to the conditional grant to Central Dallas Community Development Corporation, by Resolution No. 14-0850.

On August 12, 2015, City Council approved an amendment to the conditional grant to Central Dallas Community Development Corporation, by Resolution No. 15-1378.

Information about this item will be provided to the Housing Committee on April 18, 2016.

## **FISCAL INFORMATION**

No cost consideration to the City

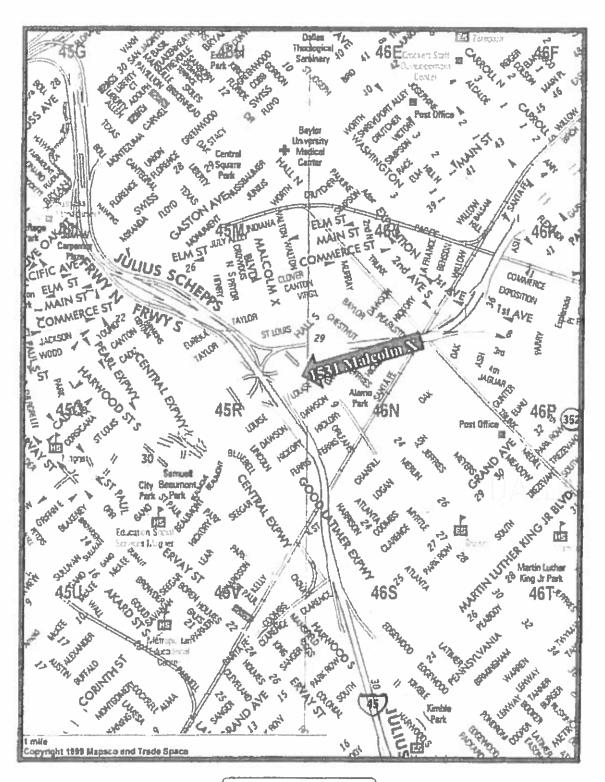
#### OWNER/DEVELOPER

**Central Dallas Community Development Corporation** 

John Greenan, Executive Director

#### MAP

Attached



MAPSCO 45R

WHEREAS, the City of Dallas seeks to support economic growth in the Southern area of the city and economic development; and

WHEREAS, Central Dallas Community Development Corporation wishes to partner with the City of Dallas to provide 50 permanent supportive housing units in the South Dallas area; and

WHEREAS, on June 12, 2013, City Council approved the conditional grant to Central Dallas Community Development Corporation in the amount of \$1,500,000 for the development to include acquisition, demolition, relocation, predevelopment and construction costs of the project at 1531 Malcolm X Blvd., by Resolution No. 13-0993; and

WHEREAS, on May 28, 2014, City Council approved an amendment to the conditional grant to Central Dallas Community Development Corporation, by Resolution No. 14-0850; and

WHEREAS, on August 12, 2015, City Council approved an amendment to the conditional grant to Central Dallas Community Development Corporation, by Resolution No. 15-1378; and

WHEREAS, the City requests a modification to the conditional grant agreement as part of the City's ongoing efforts to promote housing as a part of greater economic development plans in the city; NOW, THEREFORE,

## BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

**SECTION 1.** That the City Manager, upon approval as to form by the City Attorney, is authorized to amend Resolution No. 15-1378, previously approved on August 12, 2015, for the conditional grant agreement in the amount of \$1,500,000 with Central Dallas Community Development Corporation to extend the completion date to September 30, 2016 for construction of the 50 permanent supportive housing units located at 1531 Malcolm X Boulevard.

**SECTION 2.** That the grant agreement is hereby expressly made subject to all of the following contingencies which must be performed or occur:

- a. Central Dallas Community Development Corporation consents to and files deed restrictions requiring 100% of the units to be rented to low income people for a period of ten (10) years.
- b. The City will subordinate first lien position to the interim construction lender.
- c. Central Dallas CDC shall complete construction and occupancy by September 30, 2016.

## SECTION 2. (Continued)

- d. Central Dallas CDC must present documentation for all of the renters to have incomes at or below 140% Area Median Family Income through full lease-up.
- e. Central Dallas CDC shall make best efforts to promote the hiring of neighborhood residents for any new jobs created.
- f. Borrower will be released from liability on the Note at the same time the low-to-moderate income renters are approved.

**SECTION 3.** That the City Manager or designee may extend the start and completion dates for a period up to three months for just cause.

**SECTION 4.** That this resolution does not constitute a binding agreement upon the City or subject the City to any liability or obligation with respect to the loans, until such time as the Deed of Trust Lien and deed restrictions are duly approved by all parties and executed.

**SECTION 5.** That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

**KEY FOCUS AREA:** 

Clean, Healthy Environment

AGENDA DATE:

April 27, 2016

COUNCIL DISTRICT(S):

All

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

N/A

#### **SUBJECT**

Authorize Supplemental Agreement No. 1 to the FY2014-15 contract with Health Services of North Texas, Inc. to provide Housing Opportunities for Persons with AIDS scattered site housing assistance for persons with HIV/AIDS, to revise the Statement of Services and budget to reallocate funding in the amount of \$3,362 from the Emergency/Tenant Based Rental Assistance (E/TBRA) — Housing Services budget category to the Emergency/Tenant Based Rental Assistance (E/TBRA) — Financial Assistance budget category, with no net change in the contract amount - Financing: No cost consideration to the City

## BACKGROUND

On August 13, 2014, City Council by Resolution No. 14-1224 approved the contract with Health Services of North Texas, Inc. for the first twelve month renewal option to provide scattered site housing under the Housing Opportunities for Persons with AIDS (HOPWA) Program.

Under the HOPWA program, Health Services of North Texas, Inc. provides short-term emergency assistance and long-term tenant based rental assistance to low income persons living with HIV/AIDS primarily in Collin, Delta, Denton, Ellis, Hunt, Kaufman, and Rockwall counties. In addition to housing assistance, HOPWA clients also receive supportive services through case managers at each location who ensure that clients have access to other services in the Dallas area.

Health Services of North Texas, Inc. is a non-profit agency located in Denton, with offices also located in Plano, providing quality medical and support services to persons living with HIV/AIDS in the rural and outer urban communities of North Texas. The agency was founded in 1988, and has been providing HOPWA scattered site housing assistance through Tarrant County since 1995, and through Dallas County since 1996.

## BACKGROUND (Continued)

The agency's programs include outpatient medical care assistance; prescription and insurance assistance; HOPWA housing assistance; behavioral health counseling; medical and comprehensive case management assistance; food pantries; and transportation.

The agency had funds remaining in the E/TBRA – Housing Services budget category covering staff costs, and used a portion to meet rental assistance needs. Accordingly, the agency has requested to reallocate funding to the appropriate budget category. Approval of this item will reallocate funding as listed below, with no net change in the contract amount.

	Original	Change	Revised
E/TBRA – Financial Assistance	\$350,000	\$ 3,362	\$353,362
E/TBRA - Housing Services	\$140,000	(\$ 3,362)	\$136,638
Program Admin/Project Sponsors	\$ 34,300	\$ 0	\$ 34,300
	\$524,300	\$ 0	\$524,300

#### PERFORMANCE MEASURES

#### Number of Persons Assisted

	2014-15	2014-15
	Goal	Actual
Emergency-unduplicated clients served	37	51.
Tenant-based-unduplicated clients served	43	52
Total-unduplicated clients served	80	103

#### **OUTCOME MEASURES**

The intended outcome of HOPWA facility based housing assistance, as required by HUD, is: Housing Stability, measured by the percentage of clients who remain in stable housing at the end of each program year.

	2014-15	2014-15
	Goal	Actual
Emergency - percent in stable housing	92%	100%
Tenant-based - percent in stable housing	92%	100%

In FY2014-15, the agency also reported data on access to care and support per HOPWA requirements.

# PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

Authorized a twelve-month contract, with one twelve-month renewal option, with Health Services of North Texas, Inc. for scattered site housing assistance on September 28, 2011, by Resolution No. 11-2527.

## PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS) (Continued)

Authorized the twelve-month renewal option with Health Services of North Texas, Inc. for scattered site housing assistance on September 12, 2012, by Resolution No. 12-2254.

Authorized a twelve-month contract, with two twelve-month renewal options, with Health Services of North Texas, Inc. for scattered site housing assistance on September 11, 2013, by Resolution No. 13-1558.

Authorized the first twelve month renewal option to the contract with Health Services of North Texas, Inc. for scattered site housing assistance on August 13, 2014, by Resolution No. 14-1224.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### **FISCAL INFORMATION**

No cost consideration to the City

#### **ETHNIC COMPOSITION**

#### Health Services of North Texas, Inc. (Board)

Black Female	1	Black Male	1
White Female	2	White Male	9
Hispanic Female	2	Hispanic Male	0
Other Female	0	Other Male	1

#### OWNER(S)

#### Health Services of North Texas, Inc.

#### Board of Directors

Martin Mainja, President
Jacqueline F. Jackson, Vice President
Joe McCarley, Secretary
Todd R. Gibson, Treasurer
Louise Baldwin
Derrell Bulls, Ph.D.
Jerry Garrett
Gloria Herron
Cordelia Ikegwuoha

Glen P. McKenzie Herman J. Osterwijk Christopher Redden Randy L. Robinson Clara Sanchez Danny J. Sullivan Chris Watts WHEREAS, Housing Opportunities for Persons with AIDS (HOPWA) grant funds received from the U.S. Department of Housing and Urban Development (HUD) have been designated to provide services to low-income persons with HIV/AIDS and HIV-related illness and their families; and

WHEREAS, the FY2014-15 Consolidated Plan Budget included the Housing Opportunities for Persons with AIDS (HOPWA) grant from the U.S. Department of Housing and Urban Development (HUD) in the amount of \$5,375,659; and

WHEREAS, the City of Dallas entered into the FY2014-15 contract with Health Services of North Texas, Inc. to provide scattered site housing assistance services to eligible persons for the period October 1, 2014 through September 30, 2015 not to exceed \$524,300; and

WHEREAS, Health Services of North Texas, Inc. has requested to reallocate \$3,362 from the Housing Services category to the Financial Assistance category, with no net change in the contract amount;

#### NOW, THEREFORE,

## BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

Section 1. That following approval as to form by the City Attorney, the City Manager is hereby authorized to enter into Supplemental Agreement No. 1 to the FY2014-15 contract with Health Services of North Texas, Inc. to provide scattered site housing assistance for persons with HIV/AIDS, to revise the Statement of Services and budget to reallocate funding in the amount of \$3,362 from E/TBRA — Housing Services to E/TBRA — Financial Assistance, with no net change in the contract amount, and execute any and all documents required by the agreement.

Section 2. That the Chief Financial Officer is hereby authorized to reallocate funds as follows:

		Object	Encumbrance				
<u>Fund</u>	<u>Unit</u>	Code	Number	Description	Original	Change	Revised
HW14	480G	3099	CTGH184656	E/TBRA – Fin Asst	\$350,000	\$ 0	\$350,000
HW14	480G	3099	CTGH184656A	E/TBRA – Fin Asst	\$ 0	\$3,362	\$ 3,362
HW14	481G	3099	CTGH184657	E/TBRA – Hsg Serv	\$140,000	(\$3,362)	\$136,638
HW14	487G	3099	CTGH184658	Prog Admin/Proj Sp	\$ 34,300	\$ 0	\$ 34,300
				Total	\$524,300	\$ 0	\$524,300

Section 3. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved

**KEY FOCUS AREA:** 

**Economic Vibrancy** 

**AGENDA DATE:** 

April 27, 2016

COUNCIL DISTRICT(S):

4

**DEPARTMENT:** 

Housing/Community Services

CMO:

Alan Sims, Chief of Neighborhood Plus, 670-1611

MAPSCO:

55B

#### SUBJECT

A public hearing to receive comments on the proposed sale of one unimproved property acquired by the taxing jurisdictions from the Sheriff to Dallas Housing Acquisition and Development Corporation, a qualified non-profit organization; and, at the close of the public hearing, authorize the City Manager to: (1) quitclaim one unimproved property to Dallas Housing Acquisition and Development Corporation, under the HB110 process of the City's Land Transfer Program; and (2) release the City's non-tax liens included in the foreclosure judgment and post-judgment non-tax liens, if any (list attached) - Revenue: \$1,000

## BACKGROUND

The HB110 process of the City's Land Transfer Program, in accordance with Section 2-26 of the Dallas City Code ("Code") and with Section 253.010 of the Texas Local Government Code, permits the City to sell land, which the City has acquired as a trustee, for itself and the other taxing jurisdictions, from the Sheriff pursuant to the tax foreclosure process, to a qualified non-profit organization for the purpose of providing affordable housing, subject to the consent of the other taxing jurisdictions.

Property eligible for the HB110 process of the City's Land Transfer Program may be sold by quitclaim deed and include a possibility of reverter and right of re-entry, triggered under certain conditions, including if construction of affordable housing is not completed on the property within three years of the non-profit's receipt of the quitclaim deed. The quitclaim deed must also include deed restrictions that ensure the desired development of the property and maintain the affordability of the property as required by the Code. Per the Code, the sales price of each property is \$1,000 for up to 7,500 square feet of land plus \$0.133 for each additional square foot of land, which amount is distributed by the City to both the City and the other taxing jurisdictions in accordance with Section 34.06 of the Texas Tax Code, plus an amount equal to the actual fees charged for recording the Sheriff's deed and the quitclaim deed in the real property records.

## BACKGROUND (continued)

Prior to the approval of any sale, the Code requires that the City Council hold a public hearing to receive comments on the proposed sale of land and provide certain notices to the public.

Dallas Housing Acquisition and Development Corporation (DHADC) will construct one (1) single-family home on the unimproved HB110 process-eligible, Land Transfer Program property, identified on Exhibit A, attached to the resolution, for purchase by a low to moderate income homebuyer with construction to begin in the Fall of 2016.

This item calls for a public hearing to allow the public an opportunity to comment on the proposed sale of the one unimproved property to DHADC and, at the close of the public hearing, authorizes the sale of the property to DHADC by quitclaim deed and the release of the City's non-tax liens included in the foreclosure judgment and the post-judgment non-tax liens, if any.

In conformance with the Code, at least ten calendar days prior to the public hearing, a sign indicating the time and place of the public hearing was placed on the property, notification of the public hearing was mailed to property owners within 200 feet of the property, and notice of the public hearing was published in the Dallas Morning News.

# PRIOR ACTION/REVIEW (Council, Boards, Commissions)

On March 23, 2016, City Council authorized a public hearing to receive comments on the proposed sale by quitclaim deed of one unimproved property acquired by the taxing jurisdictions from the Sheriff to Dallas Housing Acquisition and Development Corporation by Resolution No. 16-0490.

Information about this item will be provided to the Housing Committee on April 18, 2016.

#### FISCAL INFORMATION

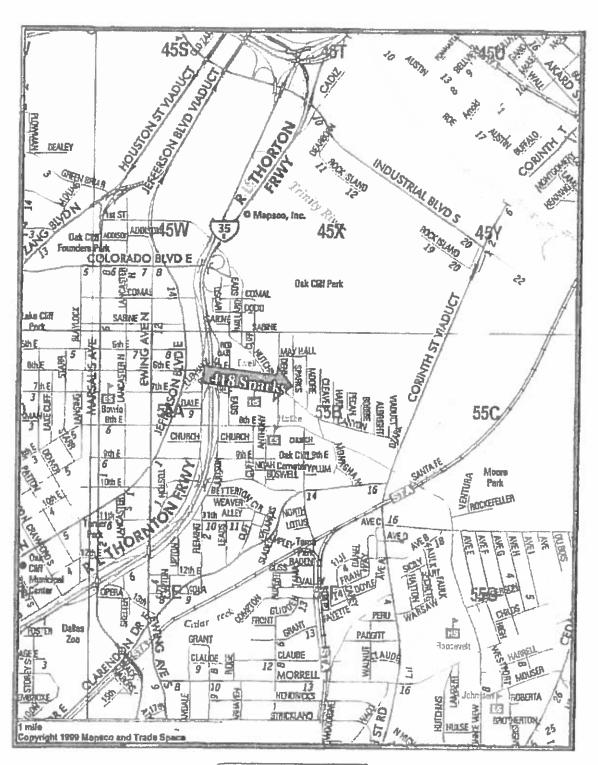
Revenue - \$1,000

## MAP

Attached

# Tax Foreclosure and Seizure Property Resale

Parce <u>No.</u>	Address	Non-Profit Organization	Mapsco	DCAD Amount	Sale <u>Amount</u>	Vac/	Zoning
1.	418 Sparks	Dallas Housing Acquisition and Development Corporation	55B	\$7,000	\$1,000	٧	R-5(A)



MAPSCO 55B

WHEREAS, the City's Land Transfer Program, in accordance with Section 2-26 of the Dallas City Code ("Code") and with Section 253.010 of the Texas Local Government Code, permits the City to sell land, which the City has acquired as a trustee, for itself and the other taxing jurisdictions, from the Sheriff pursuant to the tax foreclosure process, to a qualified non-profit organization for the purpose of providing affordable housing, subject to the consent of the other taxing jurisdictions; and

WHEREAS, property eligible for the HB110 process of the City's Land Transfer Program may be sold by quitclaim deed and include a possibility of reverter and right of re-entry, triggered under certain conditions, including if construction of affordable housing is not completed on the property within three years of the non-profit's receipt of the quitclaim deed; and

WHEREAS, the quitclaim deed must also include deed restrictions that ensure the desired development of the property and maintain the affordability of the property as required by the Code; and

WHEREAS, per the Code, the sales price of each property is \$1,000 for up to 7,500 square feet of land plus \$0.133 for each additional square foot of land, which amount is distributed by the City to both the City and the other taxing jurisdictions in accordance with Section 34.06 of the Texas Tax Code, plus an amount equal to the actual fees charged for recording the Sheriff's deed and the quitclaim deed in the real property records; and

WHEREAS, prior to the approval of any sale, the Code requires that the City Council hold a public hearing to receive comments on the proposed sale of land and provide certain notices to the public; and

WHEREAS, Dallas Housing Acquisition and Development Corporation (DHADC) proposes to construct one (1) single-family home on the unimproved HB110 process-eligible, Land Transfer Program property, identified on Exhibit A, attached hereto and made a part hereof (hereinafter the "property"), for purchase by a low to moderate income homebuyer with construction to begin in the Fall of 2016; and

WHEREAS, at least ten calendar days prior to the public hearing, a sign indicating the time and place of the public hearing was placed on the property, notification of the public hearing was mailed to property owners within 200 feet of the property, and notice of the public hearing was published in the Dallas Morning News;

NOW, THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

Section 1. That upon receipt of the requisite monetary consideration from DHADC, (hereinafter the "non-profit organization") and the approval of the governing bodies of the other affected taxing jurisdictions, the City Manager is hereby authorized to execute a quitclaim deed, approved as to form by the City Attorney and attested by the City Secretary, quitclaiming the property, acquired by the taxing jurisdictions from the Sheriff, to the non-profit organization, subject to the conditions contained in this resolution.

Section 2. That the City Manager is hereby authorized to execute instruments, approved as to form by the City Attorney, releasing the City's non-tax liens included in the foreclosure judgment and post-judgment non-tax liens, if any, on the property.

# Section 3. That the quitclaim deed shall contain:

- (a) A possibility of reverter with right of re-entry if the director determines that the non-profit organization:
  - (i) has failed to take possession of the property within ninety calendar days after receiving the quitclaim deed;
  - (ii) has failed to complete construction of affordable housing on the property within three years after receiving the quitclaim deed or by the end of any extended development period approved by the City Council in accordance with Section 2-26.6(c) of the Code;
  - (iii) is unable to develop the land because a request for a zoning change has been denied:
  - (iv) has incurred a lien on the property because of violations of the Code or other City ordinances within three years after receiving the quitclaim deed; and
  - (v) has sold, conveyed, or transferred the property without the consent of the City and the other affected taxing jurisdictions within three years after receiving the quitclaim deed.
- (b) Deed restrictions requiring the purchaser to:
  - (i) restrict the sale and resale of owner-occupied property to low-income individuals or families for five years after the date the deed from the non-profit organization to the initial homebuyer is filed in the real property records of the county in which the property is located;

## Section 3. (Continued)

- (ii) require the non-profit organization to develop all proposed housing units on the property in accordance with the Code and all applicable City ordinances and state and federal laws within three years after receiving the quitclaim deed or by the end of any extended development period approved by the City Council in accordance with Section 2-26.6(c) of the Code, and to obtain inspections and approval of the housing units by the City before initial occupancy; and
- (iii) require any low-income individual or family who purchases a housing unit on a property to maintain the housing unit in accordance with the Code and all applicable City ordinances and state and federal laws for a period of five years after the date the deed from the non-profit organization to the initial homebuyer is filed in the real property records of the county in which the property is located.
- (c) An indemnification by the non-profit organization of the City and other affected taxing jurisdictions.
- (d) A statement and acknowledgment that the property is quitclaimed subject to all redemption rights provided by state law.
- (e) The non-profit organization's representation and agreement that it did not purchase the property on behalf of a "prohibited person" and will not sell or lease the property to a "prohibited person" for five years from the date of the quitclaim deed. A "prohibited person" is any party who was named as a defendant in the legal proceedings where the City obtained a final judgment for delinquent taxes and an order to foreclose its tax lien on the property or person in the judgment or seizure tax warrant, or the Sheriff's deed as the owner of the property, authorized seized and ordered sold for delinquent taxes and any municipal health and safety liens.

**Section 4.** That the City Manager is authorized to execute instruments, approved as to form by the City Attorney, releasing the City's possibility of reverter with right of re-entry and terminating the deed restrictions to the property upon compliance with all terms and conditions of Section 2-26 of the Code and the quitclaim deed, including the deed restrictions and the proposal.

**Section 5.** That the non-profit organization shall be responsible for the pro-rata taxes assessed on the property from the date of closing for the remaining part of the then-current calendar year. The property shall be placed back on the tax rolls effective as of the date of execution of the quitclaim deed.

**Section 6.** That any procedures required by Section 2-24 of the Code that are not required by state law are hereby waived with respect to conveyance of the property.

**Section 7.** That the monetary consideration received from the non-profit organization shall be distributed pursuant to the Section 34.06 of the Texas Tax Code.

**Section 8.** That any and all proceeds for the City's sale of the property to the non-profit organization be deposited to General Fund 0001, Agency DEV, Balance Sheet Account 0519.

Section 9. That upon receipt of the monetary consideration from the non-profit organization, the Chief Financial Officer is authorized to disburse proceeds of the sale of the property in accordance Section 34.06 of the Texas Tax Code, which calculations for disbursement shall be provided by the Director of Sustainable Development and Construction, to the City of Dallas Land Based Receivables, the Dallas County District Clerk and the Dallas County Tax Office from the account specified in Section 8 above.

Section 10. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.

# EXHIBIT "A"

PARCEL UMBER	STREET ADDRESS LEGAL DESCRIPTION	QUALIFIED PURCHASER	NUMBER OF HOMEOWNER UNITS	SALE AMOUNI \$1,000 00
ı	418 Sparks South 18.73 Ft of Lot 19 & Lot 20, Deviberty's Addition Block 27675	Dallas Housing Acquisition and Development Corporation	ı	

## Memorandum



DATE April 15, 2016

Housing Committee Members: Scott Griggs, Chair, Carolyn King Arnold, Vice-Chair, Mayor Pro-Tem Monica R. Alonzo, Tiffinni A. Young, Mark Clayton, and Casey Thomas, II

Upcoming Addendum Item April 27, 2016 - Authorize (1) the rejection of a single proposal received for a one-year service contract for a clinical dental care program; and (2) the re-advertisement for new proposals.

This addendum item authorizes (1) the rejection of a single proposal received for a oneyear service contract for a clinical dental care program; and (2) the re-advertisement for new proposals. This item has no cost consideration to the City.

Please let me know if you have any questions.

Alan E. Sims

Chief of Neighborhood Plus

Alas &

c: The Honorable Mayor and Members of the City Council

A. C. Gonzalez, City Manager Rosa A. Rios, City Secretary Warren M.S. Ernst, City Attorney Craig Kinton, City Auditor Daniel F. Solis, Administrative Judge

Ryan S. Evans, First Assistant City Manager

Eric D. Campbell, Assistant City Manager

Jill A. Jordan, P. E., Assistant City Manager

Mark McDaniel, Assistant City Manager

Joey Zapata, Assistant City Manager

Jeanne Chipperfield, Chief Financial Officer

Sana Syed, Public Information Officer

Elsa Cantu, Assistant to the City Manager - Mayor and Council