



City of Greensboro

Melvin Municipal
Office Building
300 W. Washington Street
Greensboro, NC 27401

Agenda Report

File Number: 2024-208

Agenda Item# I.1.

Agenda Date: 6/18/2024. **Department:** Housing and Neighborhood Development
Meeting Type: Council Meeting **Category:** General Business Agenda

Title: 2024 – 208 Resolution to Authorize Acquisition of 817 Summit Ave for \$950,000 for Affordable Housing

Council Priority: Place an ‘x’ in the box.

- | | |
|---|--|
| <input type="checkbox"/> Safest City | <input type="checkbox"/> Most Skilled Workforce |
| <input type="checkbox"/> Easiest Place to Do Business | <input type="checkbox"/> Most Connected City |
| <input type="checkbox"/> Youth Sports Capital | <input type="checkbox"/> Hub of Recreation and Entertainment |
| <input checked="" type="checkbox"/> Abundance of Attainable Housing | <input type="checkbox"/> Other/Admin <u>Briefly Explain 3 word maximum</u> |

Council District: 2

Public Hearing: No

Advertising Date/By: N/A

Contact 1 and Phone: Michelle Kennedy, Ext. 2509

Contact 2 and Phone: Cynthia Blue, Ext. 7376

PURPOSE:

City Council authorization is requested to utilize approximately \$950,000 in CDBG program funds for the acquisition of 817 Summit Avenue for a future affordable housing project site.

BACKGROUND:

The site at 817 Summit Avenue (informally known as the Summit Executive Center), parcel number 4543, is a 25 unit distressed former motel location which is causing vagrancy and blight conditions for the Summit Avenue neighborhoods.

The Housing and Neighborhood Development Department proposes to use approximately \$950,000 in Community Development Block Grant funds to acquire the property for a future affordable housing site for permanent supportive housing. The development team will be chosen through a request for proposals process.

The purchase offer is for appraised value at \$910,000. Additional closing and due diligence costs may total up to \$40,000. The property purchase is conditioned on completion of a HUD environmental review.

There are no MWBE considerations for a property purchase.

Vision Statement: “A Community with Endless Economic Opportunities and Exceptional Quality of Life.”

Housing and Neighborhood Development staff met with Dunleath area neighbors on April 13 to discuss the property acquisition and potential future plans for development as supportive housing.

If the City recommends using Housing Opportunities for Persons with AIDS [HOPWA] funds for the rehabilitation of the units, Triad Health Project, Inc., located at 801 Summit Ave has expressed interest in responding to a request for proposals for supportive housing.

BUDGET IMPACT:

Funds are available in CDBG Rehab Program accounts

ACCOUNT NUMBER:

212-21-2198135	\$500,000	Housing Rehabilitation
212-21-2198199	\$450,000	Housing Rehabilitation

RECOMMENDATION / ACTION REQUESTED:

It is recommended that City Council authorize the acquisition of 817 Summit Avenue, parcel number 4543, for the appraised value of \$910,000 plus up to \$40,000 in additional closing cost and due diligence expenses.