KEY FOCUS AREA: A Cleaner, Healthier City Environment

AGENDA DATE: June 10, 2009

COUNCIL DISTRICT(S): 2, 5, 6, 7

DEPARTMENT: Housing

CMO: A. C. Gonzalez, 671-8925

MAPSCO: 44K 47J 47N 57R

SUBJECT

Authorize the reconstruction on-site of four homes in accordance with the Reconstruction/SHARE Program Statement requirements for the properties located at 4839 Silver Avenue in the amount of $87,500, 3315 Borger Street in the amount of $87,500, 932 Pindar Avenue in the amount of $87,500 and 3239 Jerome Street in the amount of $87,500 – Total not to exceed $350,000 - Financing: 2006-07 Community Development Block Grant Funds ($13,293), 2007-08 Community Development Block Grant Funds ($310,668) and 2005-06 Home Funds ($26,039)

BACKGROUND

On November 12, 2007, City Council approved an amendment to the Program Statement for the Home Repair Program which authorizes loans for reconstruction on-site of new homes to low-income homeowners in Dallas earning less than 50% Citywide and 80% in NIP areas of Area Median Family Income (AMFI).

On April 23, 2008, City Council approved an amendment to the Program Statement for the Reconstruction/SHARE program to provide to the homeowners up to $5,900 of the maximum $87,500 for an amenities package. (Maximum Program funding is $87,500 for a new home on-site of approximately 1,200 sq ft).

City Council authorization is also required prior to proceeding with reconstruction on-site when all of the following conditions exist: (a) repairs necessary to meet the City’s locally adopted Housing Rehabilitation Standards or Federal Housing Quality Standards and all applicable codes cannot be accomplished within the program funding limits; (b) the conditions of the home create an imminent danger to the life, health and/or safety of the residents and/or the neighborhood; and (c) repairs are not feasible in that they will not extend the life of the repaired structure beyond 15 years.
BACKGROUND (continued)

On October 8, 2008, City Council approved an amendment to the Program Statement for the Home Repair Program which authorizes loans for reconstruction on site of new homes to low-income homeowners in Dallas earning less than 80% of Area Median Family Income (AMFI) and who are older than 62 years of age or disabled and provide assistance with one (1) tax and insurance payment.

The following homeowners are at 80% and below AMFI, are eligible for a loan to reconstruct the homes on-site and the properties described are eligible: an elderly couple, Willie & Dorothy Hearn, both are 74 years old, reside at 4839 Silver Avenue; an elderly female, Herminia Puentes, 62 years old, resides at 3315 Borger Street; an elderly couple, Wilma & Fred Ewing, 67 & 64 years old, reside at 932 Pindar Avenue; and an elderly female, Loverlene Hinton, 91 years old, resides at 3239 Jerome Street.

This action provides authority to proceed with reconstruction of four (4) single-family homes on-site, as all conditions noted above have been met.

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On October 28, 1998, the City Council approved the Program Statement authorizing the Housing Department to implement the Home Improvement Loan Program and included clarification of procedures for reconstruction on-site under certain conditions by Council Resolution No. 98-3157.

On August 23, 2000, the City Council authorized approval of the Program Statement for the Home Improvement Loan Program by Resolution No. 00-2656.

On June 27, 2001, the City Council authorized approval of a Program Statement for the Home Repair Program by Resolution No. 01-2049.

On August 14, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-2272.

On October 23, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-3047.

On October 22, 2003, the City Council authorized the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 03-2833.

On June 23, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 04-2097.
PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS) (continued)

On October 18, 2004, the Housing and Neighborhood Development Committee recommended increasing the Maximum loan for a replacement home to $70,000.

On November 10, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program to increase the maximum amount to $70,000 by Resolution No. 04-3194.

On November 12, 2007, the City Council approved the Program Statement authorizing the Housing Department to implement the Reconstruction/SHARE Program Statement for reconstruction on-site under certain conditions for assistance up to $87,500 by Resolution No. 07-3307.

On April 23, 2008, the City Council authorized an amendment to the Reconstruction/SHARE Program Statement to add an amenities package up to $5,900 by Resolution No. 08-1266.

On October 8, 2008, the City Council authorized an amendment to the Reconstruction/SHARE Program Statement to assist low-income homeowners in Dallas earning less than 80% of Area Median Family Income (AMFI) and who are older than 62 years of age or disabled and provide assistance with one (1) tax and insurance payment in Resolution No. 08-2758.

FISCAL INFORMATION

2006-07 Community Development Block Grant Funds - $13,293
2007-08 Community Development Block Grant Funds - $310,668
2005-06 Home Funds - $26,039

Council District 2 - $87,500
Council District 5 - $87,500
Council District 6 - $87,500
Council District 7 - $87,500

MAP(S)

Attached
WHEREAS, on October 28, 1998, the City Council approved the Program Statement authorizing the Housing Department to implement the Home Improvement Loan Program and included clarification of procedures for reconstruction on-site under certain conditions by Resolution No. 98-3157; and

WHEREAS, on August 23, 2000, the City Council authorized approval of the Program Statement for the Home Improvement Loan Program by Resolution No. 00-2656; and

WHEREAS, on June 27, 2001, the City Council authorized approval of a Program Statement for the Home Repair Program by Resolution No. 01-2049; and

WHEREAS, on August 14, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-2272; and

WHEREAS, on October 23, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-3047; and

WHEREAS, on October 22, 2003, the City Council authorized the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 03-2833; and

WHEREAS, on June 23, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 04-2097; and

WHEREAS, on October 18, 2004, the Housing and Neighborhood Development Committee recommended increasing the Maximum loan for a replacement home to $70,000; and

WHEREAS, on November 10, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program to increase the maximum amount to $70,000 by Resolution No. 04-3194; and

WHEREAS, on November 12, 2007, the City Council approved the Program Statement authorizing the Housing Department to implement the Reconstruction/SHARE Program Statement for reconstruction on-site under certain conditions for assistance up to $87,500 by Resolution No. 07-3307; and

WHEREAS, on April 23, 2008, the City Council authorized an amendment to the Reconstruction/SHARE Program Statement to add an amenities package up to $5,900 by Resolution No. 08-1266; and
WHEREAS, on October 8, 2008, the City Council authorized an amendment to the Reconstruction/SHARE Program Statement to assist low-income homeowners at 80% of AMFI who are older than 62 years old or disabled and to provide assistance with one (1) tax and insurance payment; and

WHEREAS, the homeowners described made application to the Home Repair Program; Willie & Dorothy Hearn, at 4839 Silver Avenue; Herminia Puentes, at 3315 Borger Street; Wilma & Fred Ewing, at 932 Pindar Avenue, and Loverlene Hinton, at 3239 Jerome Street; and

WHEREAS, all three conditions outlined in the Reconstruction/SHARE Program Statement for reconstruction of a home on-site have been met for the property owners Willie & Dorothy Hearn; Herminia Puentes; Wilma & Fred Ewing and Loverlene Hinton;

NOW THEREFORE,

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

SECTION 1. That the application and property from homeowners described for a reconstruction loan be approved under the Reconstruction/SHARE Program: Willie & Dorothy Hearn, 4839 Silver Avenue; Herminia Puentes, 3315 Borger Street; Wilma & Fred Ewing, 932 Pindar Avenue and Loverlene Hinton, 3239 Jerome Street: all in the amounts shown in Section 3 hereof.

SECTION 2. That the City Manager, upon approval as to form by the City Attorney, is authorized to execute loan documents with Willie & Dorothy Hearn, Herminia Puentes, Wilma & Fred Ewing and Loverlene Hinton for reconstruction on-site of the homes to be located at 4839 Silver Avenue, 3315 Borger Street, 932 Pindar Avenue, and 3239 Jerome Street.

SECTION 3. That the City Controller is authorized to make payments for reconstruction of the home in accordance with the funding information listed according to:

Fund HM05 Dept HOU, Unit 4389, Obj 3100 CT HOU2894G241 ($26,039)
Fund CD07 Dept HOU, Unit 2894, Obj 3100 ($61,461)
Vendor # VS0000024909 - JB's Kool Air & Painting Service - 4839 Silver Avenue

Fund CD07 Dept HOU, Unit 2894, Obj 3100 CT HOU2894G242 ($87,500)
Vendor # VS0000024909 - JB Kool Air & Painting Service - 3315 Borger Street

Fund CD07 Dept HOU, Unit 2894, Obj 3100 CT HOU2894F226 ($74,207)
Fund 06RP Dept HOU, Unit 3230, Obj 3100 ($13,293)
Vendor # 337798 - Torres Construction - 932 Pindar Avenue
SECTION 3. (continued)
Fund CD07 Dept HOU. Unit 2894, Obj 3100 CT HOU2894G240 ($87,500)
Vendor # 339393 - Bethel Construction – 3239 Jerome Street

SECTION 4. That this resolution shall take effect immediately from and after its passage in accordance with the Charter of the City of Dallas and it is accordingly so resolved.

DISTRIBUTION:

Housing Department
City Attorney’s Office
Office of Financial Services/Community Development, 4FS
KEY FOCUS AREA: A Cleaner, Healthier City Environment

AGENDA DATE: June 10, 2009

COUNCIL DISTRICT(S): 7

DEPARTMENT: Housing

CMO: A. C. Gonzalez, 671-8925

MAPSCO: 55L

SUBJECT

Authorize an amendment to Resolution No. 09-0292, previously approved on January 28, 2009, to change the name of contractor who will reconstruct on-site one home in accordance with the Reconstruction/SHARE Program Statement requirements for the property located at 1044 Hutchins Road - Not to exceed $87,500 - Financing: 2007-08 Community Development Block Grant Funds ($76,336), 2006-07 Home Funds ($11,164)

BACKGROUND

On November 12, 2007, City Council approved an amendment to the Program Statement for the Home Repair Program which authorizes loans for reconstruction on site of new homes to low-income homeowners in Dallas earning less than 50% Citywide and 80% in NIP areas of Area Median Family Income (AMFI).

On April 23, 2008, City Council approved an amendment to the Program Statement for the Reconstruction/SHARE program to provide to the homeowners up to $5,900 of the maximum $87,500 for an amenities package. (Maximum Program funding is $87,500 for a new home on-site of approximately 1,200 sq ft).

City Council authorization is also required prior to proceeding with reconstruction on site when all of the following conditions exist: (a) repairs necessary to meet the City’s locally adopted Housing Rehabilitation Standards or Federal Housing Quality Standards and all applicable codes cannot be accomplished within the program funding limits; (b) the conditions of the home create an imminent danger to the life, health and/or safety of the residents and/or the neighborhood; and (c) repairs are not feasible in that they will not extend the life of the repaired structure beyond 15 years.
BACKGROUND (continued)

The following homeowner(s) are at 80% and below AMFI, are eligible for a loan to reconstruct the homes on-site and the property(s) described are eligible for a loan: an elderly couple, Warren & Dorothy Irving, 85 & 82 years old, resides at 1044 Hutchins Road.

This action provides authority to proceed with reconstruction of one (1) single-family home on-site, as all conditions noted above have been met.

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On October 28, 1998, the City Council approved the Program Statement authorizing the Housing Department to implement the Home Improvement Loan Program and included clarification of procedures for reconstruction on-site under certain conditions by Council Resolution No. 98-3157.

On August 23, 2000, the City Council authorized approval of the Program Statement for the Home Improvement Loan Program by Resolution No. 00-2656.

On June 27, 2001, the City Council authorized approval of a program statement for the Home Repair Program by Resolution No. 01-2049.

On August 14, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-2272.

On October 23, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-3047.

On October 22, 2003, the City Council authorized the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 03-2833.

On June 23, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 04-2097.

On October 18, 2004, the Housing and Neighborhood Development Committee recommended increasing the Maximum loan for a replacement home to $70,000.

On November 10, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program to increase the maximum amount to $70,000 by Resolution No. 04-3194.
PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS) (continued)

On November 12, 2007, the City Council approved the Program Statement authorizing the Housing Department to implement the Reconstruction/SHARE Program Statement for reconstruction on-site under certain conditions for assistance up to $87,500 by Resolution No. 07-3307.

On April 23, 2008, the City Council authorized an amendment to the Reconstruction/SHARE Program Statement to add an amenities package up to $5,900 by Resolution No. 08-1266.

On January 28, 2009, the City Council approved Resolution No. 09-0292 which authorized reconstruction on-site for the property at 1044 Hutchins Road by contractor Reasaq Homes LLC in the amount of $87,500 and authorized the City Manager to execute loan documents with the Homeowners.

FISCAL INFORMATION

2007-08 Community Development Block Grant Funds - $76,336
2006-07 Home Funds - $11,164

MAP(S)

Attached
WHEREAS, on October 28, 1998, the City Council approved the Program Statement authorizing the Housing Department to implement the Home Improvement Loan Program and included clarification of procedures for reconstruction on-site under certain conditions by Council Resolution No. 98-3157; and

WHEREAS, on August 23, 2000, the City Council authorized approval of the Program Statement for the Home Improvement Loan Program by Resolution No. 00-2656; and

WHEREAS, on June 27, 2001, the City Council authorized approval of a program statement for the Home Repair Program by Resolution No. 01-2049; and

WHEREAS, on August 14, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-2272; and

WHEREAS, on October 23, 2002, the City Council authorized the Program Statement for the Home Repair Program by Resolution No. 02-3047; and

WHEREAS, on October 22, 2003, the City Council authorized the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 03-2833; and

WHEREAS, on June 23, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program by Resolution No. 04-2097; and

WHEREAS, on October 18, 2004, the Housing and Neighborhood Development Committee recommended increasing the Maximum loan for a replacement home to $70,000; and

WHEREAS, on November 10, 2004, the City Council authorized an amendment to the Program Statement for the Replacement and SHARE Housing Program to increase the maximum amount to $70,000 by Resolution No. 04-3194; and

WHEREAS, on November 12, 2007, the City Council approved the Program Statement authorizing the Housing Department to implement the Reconstruction/SHARE Program Statement for reconstruction on-site under certain conditions for assistance up to $87,500 by Council Resolution No. 07-3307; and

WHEREAS, on April 23, 2008 the City Council authorized an amendment to the Reconstruction/SHARE Program Statement to add an amenities package up to $5,900 by Resolution No. 08-1266; and
WHEREAS, homeowners Warren & Dorothy Irving ("Homeowners") made application to the Home Repair Program for reconstruction of their home at 1044 Hutchins Road; and

WHEREAS, all three conditions outlined in the Reconstruction/SHARE Program Statement for reconstruction of a home on-site were met for the Homeowners; and

WHEREAS, on January 28, 2009, the City Council approved Resolution No. 09-0292 which authorized reconstruction on-site for the property at 1044 Hutchins Road by contractor Reasaq Homes LLC in the amount of $87,500 and authorized the City Manager to execute loan documents with the Homeowners; NOW THEREFORE,

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

SECTION 1. That Resolution No. 09-0292, previously approved by the City Council on January 28, 2009, is amended solely to change the name of the contractor who will reconstruct on-site one home in accordance with the Reconstruction/SHARE Program Statement requirements for the property located at 1044 Hutchins Road.

SECTION 2. That the City Controller is authorized to make payments for reconstruction of the home at 1044 Hutchins Road owned by Warren & Dorothy Irving in accordance with the funding information listed according to:

Fund CD07 Dept HOU, Unit 2894, Obj 3100 CT HOU 2894C180 ($76,336)
Fund HM06 Dept HOU, Unit 3979, Obj 3100 ($11,164)
Vendor #VS0000030362 339393- Reasaq Homes LLC Bethel Construction – 1044 Hutchins Road

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

DISTRIBUTION:

Housing Department
City Attorney’s Office
Office of Financial Services/Community Development, 4FS
KEY FOCUS AREA: Economic Vibrancy

AGENDA DATE: June 10, 2009

COUNCIL DISTRICT(S): 2

DEPARTMENT: Housing

CMO: A. C. Gonzalez, 671-8925

MAPSCO: 46K L

SUBJECT

Authorize a loan in the amount of $100,000 at 0% interest to Building Community Workshop for the reconstruction of three improved properties as part of the residential component of the Economic Development Project for the Jubilee Neighborhood – Not to exceed $100,000 - Financing: 2006 Bond Funds

BACKGROUND

Over the period of 2003-2008, master planning, leveraging of capital investments, public/private developments, and redevelopment has been completed or has begun in the Jubilee Neighborhood Investment Program (NIP) Area. In order to implement components of the master plan, catalyst projects for new private/public development and redevelopment have been identified.

One of the key Jubilee community stakeholders, Jubilee Park and Community Center Corporation (JPCCC) proposed to work with the City of Dallas to undertake the Jubilee Revitalization which is a component of the master plan. JPCCC has begun the acquisition of improved and unimproved properties and JPCCC will redevelop the properties in accordance with the master plan or another City of Dallas approved use.

One of the other key Jubilee community stakeholders, Building Community Workshop, proposes to work with the City of Dallas to reconstruct three properties, on Congo Street with recycled materials

Building Community Workshop is working to maintain the integrity of this historic residential block built in the 1900's. Building community Workshop is taking a "green" approach to integrate the old and the new through deconstruction and recycling.

The City Council approval of this agenda item from FY06 Bond proceeds will provide a loan in the amount of $100,000 at 0% interest to Building Community Workshop for the costs of reconstruction of three improved properties.
BACKGROUND (continued)

Building Community Workshop's loan will carry a five year term which will be forgivable at the completion and certificate of occupancy of each housing unit. Building Community Workshop will be required to file deed restrictions and liens on developed or redeveloped properties in order to assure their redevelopment in accordance with Bond Program requirements.

PRIOR ACTION/REVIEW (COUNCIL, BOARDS, COMMISSIONS)

On August 9, 2006, the City Council approved an ordinance ordering a bond election to be held in the City of Dallas on November 7, 2006, for the purpose of submitting propositions for the issuance of general obligation bonds for funding permanent public improvements.

On December 12, 2007, the City Council approved an amendment to the Public/Private Partnership Program to include a special category for an Economic Development General Obligation Bond Program for Southern Dallas by Resolution No. 07-3707.

On January 22, 2008, the Housing Committee was briefed on the Frazier Neighborhood Investment Area which includes the Jubilee Neighborhood.

On September 24, 2008, the City Council re-designated the existing Neighborhood Investment Program target areas and designated two additional NIP target areas. The subject property is located with one of the redesignated target areas (CT 25) by Resolution No. 08-2559.

On May 14, 2008, the City Council approved two loans in the amount of $1,050,000 to Jubilee Park Community Center Corporation for the acquisition of improved and unimproved properties bounded by Stonewall Street, I-30 Freeway, Bank Street, and East Grand and associated relocation, environmental remediation, or demolition costs for the purpose of constructing residential, retail, commercial, or mixed-use redevelopment by Resolution No. 08-1399 and Resolution No. 08-1400.

FISCAL INFORMATION

2006 Bond Funds - $100,000

OWNERS

BC Workshop

Brent Brown, President
MAP(S)

Attached
WHEREAS, the City of Dallas seeks to increase the supply of new affordable workforce housing in order to attract and retain economic growth; and

WHEREAS, on August 9, 2006, the City Council approved an ordinance ordering a bond election to be held in the City of Dallas on November 7, 2006, for the purpose of submitting propositions for the issuance of general obligation bonds for funding permanent public improvements; and

WHEREAS, On November 7, 2006, the voters of Dallas approved a $1.35 billion General Obligation Bond Program of which $41,495,000 was set aside for the purpose of providing funds for promoting economic development in the Southern area of the city, and promoting economic development in other areas of the city in connection with transit-oriented development; and

WHEREAS, on December 12, 2007, the City Council approved an amendment to the Public/Private Partnership Program to include a special category for an Economic Development General Obligation Bond Program for Southern Dallas by Resolution No. 07-3707; and

WHEREAS, on September 24, 2008, the City Council, re-designated the existing Neighborhood Investment Program target areas and designated two additional NIP target areas. The subject property is located with one of the redesignated target areas (CT 25) by Resolution No. 08-2559; and

WHEREAS, on May 14, 2008, the City Council approved two loans in the amount of $1,050,000 to Jubilee Park Community Center Corporation for the acquisition of improved and unimproved properties bounded by Stonewall Street, I-30 Freeway, Bank Street, and East Grand and associated relocation, environmental remediation, or demolition costs for the purpose of constructing residential, retail, commercial, or mixed-use redevelopment by Resolution No. 08-1399 and Resolution No. 08-1400; and

WHEREAS, BC Workshop proposes to work with the City of Dallas on the Economic Development Project for the Jubilee Neighborhood; NOW, THEREFORE,

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

SECTION 1. That the City Manager or designee, upon approval as to form by the City Attorney, is hereby authorized to execute loan documents for the City’s loan in the amount of $100,000 at 0% interest to Building Community Workshop (“Borrower”). Loan funds may be used for the reconstruction of improved properties as part of the residential component of the Economic Development Project for the Jubilee Neighborhood.
SECTION 2. That some of the terms of the loan documents include:

a. Borrower must execute a note payable to the City of Dallas for $100,000 that is interest free with five (5) year maturity;
b. Borrower must redevelop 3 homes for low-to-moderate income families whose incomes are 140% or less of area median family income by the maturity date.
c. Prior to the maturity date, Borrower will be released from $33,333 (1/3rd of $100,000) liability on the Note at the same time the low-to-moderate income family takes ownership of the home.

SECTION 3. That the City Manager, upon approval as to form by the City Attorney, is authorized to execute a subordination of lien to a lender who is providing interim construction financing on the property.

SECTION 4. That the City Manager, upon approval as to form by the City Attorney, is authorized to execute lien releases of liens and terminate deed restrictions on the properties upon compliance with the terms.

SECTION 5. That the Controller is hereby authorized to encumber and disburse funds in accordance with the terms and conditions of the contracts as follows:

Building Community Workshop Vendor # VS0000030392
Fund 8T52, Dept PBW, Unit T807, Obj 3015, Act. 3099, Program # JUBPARK01
CT HOUT807G245 - in an amount not to exceed $100,000

SECTION 6. That the City Controller is hereby authorized to set up receivable balance sheet account (033F) and an allowance for uncollectible debt (0224) in fund 8T52 for the amount of the loan.

SECTION 7. That nothing in this resolution shall be construed as a binding contract or agreement upon the City, that it is subject to available bond funding, and there will be no liability or obligation on the City until final contract documents are approved, executed, and final closing completed.
SECTION 8. That this resolution shall take effect immediately from and after its passage in accordance with the Charter of the City of Dallas, and it is accordingly so resolved.

DISTRIBUTION:

Housing Department
City Attorney's Office
Office of Financial Services/Community Development, 4FS
Public Works and Transportation, Rosemary Prichard, OCMC, Room 101