

BILL/ RESOLUTION REQUEST

- 1. Title:** Amends an existing loan agreement with Lincoln Housing Partners for the project at 501 Lincoln(GE7A011).
- 2. Requesting Agency:** Office of Economic Development
- 3. Contact Person *with actual knowledge of proposed ordinance***
 - Name:**ReJean Peeples
 - Phone:**720.913.1545
 - Email:**rejean.peeples@ci.denver.co.us
- 4. Contact Person *with actual knowledge of proposed ordinance who will present the item at Mayor Council and who will be available for first and second reading, if necessary***
 - Name:**Seneca Holmes
 - Phone:**720.913.1533
 - Email:**Seneca.holmes@denvergov.org
- 5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved**
 - a. Scope of Work**

OED loan \$750,000 in HOME Funds for the purpose of constructing 75 units of affordable housing at 5TH and Lincoln in 2007. The development was completed, but had trouble converting its construction financing to permanent financing. The developer, Lincoln Housing Partners, is pursuing a FHA insured mortgage loan currently. HUD'S program prefers subordinate debt holders to be surplus cash notes. OED'S loan needs to be amended to convert from an amortizing loan in order to meet HUD's requirement of a surplus cash note.
 - b. Duration**

40 years.
 - c. Location**

501 Lincoln.
 - d. Affected Council District**

Council District 7.
 - e. Benefits**

75 units of affordable housing (30%, 40%, 50% AMI).
 - f. Costs**

None.
- 6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.**

No.

Bill Request Number: BR11-0561

Date: 7/26/2011