

ORDINANCE/RESOLUTION REQUEST

Please email requests to the Mayor's Legislative Team
at MileHighOrdinance@DenverGov.org by **3:00pm on Monday**.

****All fields must be completed.****

Incomplete request forms will be returned to sender which may cause a delay in processing.

Date of Request: June 18, 2012

Please mark one: Bill Request or Resolution Request

1. Has your agency submitted this request in the last 12 months?

Yes No

If yes, please explain:

2. **Title:** *(Include a concise, one sentence description – please include name of company or contractor and contract control number - that clearly indicates the type of request: grant acceptance, contract execution, amendment, municipal code change, supplemental request, etc.)*

Denver Housing Authority (DHA) (GE6A125) amendment to HOME loan agreement

3. **Requesting Agency:** Office of Economic Development

4. **Contact Person:** *(With actual knowledge of proposed ordinance/resolution.)*

- **Name:** ReJean Peeples
- **Phone:** 720.913.1545
- **Email:** rejean.peeples@denvergov.org

5. **Contact Person:** *(With actual knowledge of proposed ordinance/resolution 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

6. **General description of proposed ordinance including contract scope of work if applicable:**

DHA is requesting permission to remove 8 units listed as collateral for the Office of Economic Development's (OED) loan and replace them with 8 units of similar size and equal or greater value.

*****Please complete the following fields:*** *(Incomplete fields may result in a delay in processing. If a field is not applicable, please enter N/A for that field.)*

- a. **Contract Control Number:** GE6A125-1)
- b. **Duration:** 30 years (October 2036)
- c. **Location:** Lincoln Park neighborhood
- d. **Affected Council District:** 9 (Judy Montero)
- e. **Benefits:** preservation of affordable housing
- f. **Costs:** None

7. **Is there any controversy surrounding this ordinance?** *(Groups or individuals who may have concerns about it?)* **Please explain.**

None

To be completed by Mayor's Legislative Team:

Executive Summary

Background

- In 2007, the Office of Economic Development executed a loan agreement with the Denver Housing Authority (DHA) in the amount of \$1.2 million for the purpose of acquiring and rehabilitating 57 units of affordable rental housing. The units are scattered through-out the Lincoln/La Alma neighborhood. DHA acquired these units in order to avoid them falling into foreclosure by the previous owner and to preserve decent, safe and sanitary housing for very low-income people.
- This ordinance request allows DHA to swap 8 units originally listed as collateral for this loan, because once rehabilitation began it was determined that three buildings could not be rehabilitated cost effectively. Therefore, DHA concluded that demolition of the buildings was needed. The three building comprised 8 affordable housing units. Given, DHA's large portfolio of properties, it was able to replace the eight rental units with others not originally identified as collateral for this loan. The swap will allow the City's loan to be fully collateralized.
- Neighborhood Community & Business Revitalization Committee: Sept 26, 2006
Mayor Council October 10, 2006
Council Bill 130, Series of 2007
- Benefits: preservation of very low-income housing that is decent, safe and sanitary

Original Loan Terms:

- Fund: 16004 Organization #: 0145101 Project #: M1071M09
- Borrower: Denver Housing Authority
HOME funds: \$1.2 million
Loan Agreement Executed: April 3, 2007
- CFDA #: 14.239 GE6A125
- The property serves very low-income residents of Lincoln/La Alma neighborhood

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