

BILL/ RESOLUTION REQUEST

1. Title: Approves the execution of a loan agreement between the City and County of Denver and Affordable Communities, Inc., a Colorado nonprofit 501(c)3 corporation, for the purchase and rehabilitation of 4410-4412 Morrison Road using Neighborhood Stabilization Program 2 (NSP2) funding.

2. Requesting Agency: Office of Economic Development

3. Contact Person *with actual knowledge of proposed ordinance*

Name:Melissa Stirdivant

Phone:720-913-1541

Email:melissa.stirdivant@denvergov.org

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:Melissa Stirdivant

Phone:720-913-1541

Email:melissa.stirdivant@denvergov.org

5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved

a. Scope of Work

The ordinance approves a loan agreement with Affordable Communities, Inc. for the purchase and rehabilitation of a foreclosed rental property located at 4410-4412 Morrison Road, Denver, Colorado. The property has been foreclosed upon by the lender. NSP 2 was authorized under the American Recovery and Reinvestment Act (ARRA) of 2009. The City and County of Denver has been awarded \$18,994,444. The City will provide a loan in the amount of \$1,287,261 to Affordable Communities, Inc. to implement NSP2. The Housing and Economic Recovery Act (HERA) of 2008 originally established the NSP and appropriated funds to address the effects of abandoned and foreclosed properties in the nation's communities.

b. Duration

Twenty (20) years from the date of the execution of the Promissory Note and Deed of Trust.

c. Location

4410-4412 Morrison Road, Denver, Colorado

d. Affected Council District

3, Westwood Neighborhood

e. Benefits

Preserving 19 units of affordable rental housing and elimination of the negative effects of foreclosed properties in our communities.

f. Costs

\$1,287,261 – Funding is provided by the City’s NSP 2 allocation

6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.

No.

Bill Request Number: BR10-0797

Date: 9/7/2010