



TACOMA HOUSING AUTHORITY

RESOLUTION 2011-1-26 (3)

DATE: January 26, 2010
TO: Board of Commissioners
FROM: Michael Mirra, Executive Director
RE: Authorization to commit leverage funding for Hillside Terrace community facility grant application

Background

THA is applying to HUD, through its Capital Fund Education and Training Community Facilities Program NOFA, for capital funding assistance to develop a new community services facility. The proposed new community services facility would be located on land owned by THA where a parking lot is currently located near the corner S. 27th & S. Yakima. The development of the new community facility would be designed and coordinated with the overall development of the 2500 and 1800 blocks of "Old" Hillside Terrace.

THA will be requesting no more than \$2.3 million in capital funding support from HUD for this project.

The program NOFA stipulates that the PHA applicant must commit "leverage funding" as part of its application, in an amount that equals a minimum of 5% of the award amount made by HUD for the project. Staff proposes that THA make a leverage commitment of 6.1% of the award amount to the project, since – according to the NOFA's scoring criteria – any leverage commitment that is greater than 6% will gain an additional point in HUD's scoring of the project. Should the project be awarded the full amount of THA's request of \$2.3 million, a 6.1% funding commitment would equal a maximum potential agency commitment to the project of \$140,300.

Since this is the first year of funding availability for this program, staff cannot predict with accuracy THA's chances for an award on this application, nor can staff predict how much HUD may actually award to the project.

Recommendation

Approve Resolution 2011 – 1 – 26 (3) authorizing the commitment of funds to support the development of a community services facility at the 2500 block of Hillside Terrace, in an amount not to exceed 6.1% of an award amount received by THA as a result of its application to HUD's Capital Fund Education and Training Community Facilities Program.



TACOMA HOUSING AUTHORITY

RESOLUTION 2011-1-26 (3)

Hillside Terrace Community Facilities Grant, Leverage Funding Commitment

Whereas, The Housing Authority of the City of Tacoma (the "Authority") has identified a need to develop a community services facility at the 2500 block of its Hillside Terrace Apartments, as part of its plans to redevelop or renovate the same apartment community;

Whereas, the Department of Housing and Urban Development has issued a Notice of Funding Availability for its Capital Fund Education and Training Community Facilities Program;

Whereas, the Notice of Funding Availability stipulates that applicants must make a leverage funding commitment toward the total cost of the project they propose in the amount of at least 5% of the award amount;

Whereas, a leverage funding commitment from the Authority of 6.1% of the award amount would make its capital funding application to this program more competitive;

Resolved by the Board of Commissioners of the Housing Authority of the City of Tacoma, Washington that:

The Authority staff is authorized to submit with its application to the Department of Housing and Urban Development a commitment of agency funds in an amount not to exceed 6.1% of any amount awarded for the purpose of developing a community services facility at the 2500 block of its Hillside Terrace Apartment community.

Approved: January 26, 2011



Dr. Arthur C. Banks, Chair