



COMMUNITY DEVELOPMENT COMMITTEE Wednesday, April 13, 2022 - 5:30 p.m. Virtual Meeting

Access the meeting by visiting <u>https://duluthmn.gov/live-meeting</u> and selecting 'Community Development Committee'

1. <u>Call to Order and Roll Call</u>

Chair Pat Sterner calls meeting to order at 5:41

Attending: Theresa O'Halloran-Johnson, Steve Wick, Pat Sterner

Absent:

Staff Present: Suzanne Kelley, Tom Church, Theresa Bajda, Steven Robertson

Non-voting attendees: Nancy Cashman, John Hastings, Christian Pritchett, Michelle LeBeau, Leanne Littlewolf, Mary Garness (prospective committee member), Jennifer Harris (prospective committee member), Heidi Timm-Bijold, Ashley Grant

2. <u>Approval of Meeting Summary:</u> March 22, 2022 Meeting

MOTION /Second: Steve Wick / Theresa O'Halloran-Johnson moved to approve the meeting summaries. **Vote (3-0) motion carries**

3. <u>Pre-Commitment for Low-Income Housing Tax Credit (LIHTC) Projects</u>

City staff Suzanne Kelley gives overview of Pre-Commitment process and timeline. City staff Theresa Bajda presents overview of specific project applications

Questions: What happens to pre-commitment money if projects don't go forward? (TOHJ)

➔ Money reverts to city and CD committee will make recommendations for other funding

Do we anticipate having enough HOME funding to support both or all applications? (SW)

 \rightarrow we will make pre-commitments by saying funds will come from either CDBG or HOME





a. <u>Wadena West Development-Center City Corporation</u>

Questions & Discussion: --None

MOTION/Second: Theresa O'Halloran-Johnson / Steve Wick moved to recommend precommitment of \$300,000 from FY23 CDBG or HOME funds for the Wadena West-Center City Corporation development project. **Vote (3-0) motion carries**

b. Multifamily Apartments-AICHO/Blue Line Development

Questions & Discussion:

--When will AICHO decide whether to raze the existing building or rehab it? What is the timeline?

 \rightarrow structural assessment has begun and report should be back in a couple of weeks; no other funding is contingent on keeping the existing structure.

MOTION/Second: Steve Wick / Theresa O'Halloran-Johnson moved to recommend precommitment of \$300,000 from FY23 CDBG or HOME funds for the AICHO/Blue Line multi-family development project. **Vote (3-0) motion carries**

c. Faith Haven Senior Apartments-Faith Haven, Inc

Questions & Discussion:

--Is there any potential loss of units because of ADA compliance work? \rightarrow 123 units are for residents, 1 unit is reserved for caretaker; architects plan to keep all 123 units and make them all accessible; approximately 6 units will also have additional accessibility features like lowered countertops

--Asbestos abatement?

 \rightarrow 1.4M will be dedicated to asbestos abatement; all of it has been identified and quantified and has helped to determine the approach to the project (work in 10 unit stacks each time & relocate those families within the building to minimize disruption to their lives)

--Seeking clarity around the financing for the project with so many moving parts? → it is a muddled funding path; even though the building was originally funded with HUD dollars, that loan was paid off and ties to federal support/HUD oversight severed, meaning they'll lose 40 points on their LIHTC application

MOTION/Second: Theresa O'Halloran-Johnson / Steve Wick moved to recommend precommitment of \$200,000 from FY23 CDBG or HOME funds for the Faith Haven Senior Apartments development project. **Vote (3-0) motion carries**





4. <u>Community Needs Assessment Discussion</u>

SW: add question re. "how familiar are you with HUD or CDBG/HUD funding?" \rightarrow might give more context about survey's reach

PS: could we add questions re. more specific activities (child care, transportation, legal services, etc) as opposed to our big buckets?

5. <u>Other Business</u>

May meeting is scheduled for 5/24; will include orientation re. how to be a CD Committee member; will likely be an in-person meeting.

6. <u>Adjourn</u>

MOTION /Second: Theresa O'Halloran-Johnson / Steve Wick moved to adjourn the meeting at 6:52. Vote (3-0) motion carries