



Date August 8, 2016

RESOLUTION IN SUPPORT OF A WORKFORCE HOUSING TAX CREDIT (WHTC) BENEFIT APPLICATION TO BE SUBMITTED TO THE IOWA ECONOMIC DEVELOPMENT AUTHORITY (IEDA) BY M & R HOLDING, LLC, , FOR A HOUSING PROJECT AT 4209 LOWER BEAVER ROAD

WHEREAS, M & R Holding, LLC, represented by Dave Walters, Partner, has requested City support for its application to the Iowa Economic Development Authority (“IEDA”) for state tax incentives under the Workforce Housing Tax Credit Program for a \$5.7, an approximately 38-unit bi-attached townhome development on property at 4209 Lower Beaver Road, to be known as “Beaver Cove”; and

WHEREAS, successful completion of the “Beaver Cove” project requires funding from a number of sources, including an award of Iowa Workforce Housing Tax Credit benefits in the estimated amount of \$840,000.00; and

WHEREAS, the application requirements for the Workforce Housing Tax Credit Program include a requirement for the submission of a resolution in support of the housing project by the community where the housing project will be located, which requirement is intended to be satisfied by the is roll call and resolution; and

WHEREAS, a further application requirement for the Workforce Housing Tax Credit Program is documentation of a local matching funds pledged for the project in an amount not less than \$1,000 per dwelling unit; and

WHEREAS, the “Beaver Cove” project is located within the City-wide Urban Revitalization Area and provided that the project is completed as planned, the taxable value added to the property by completion of the project will qualify for a temporary tax exemption from property taxes (a/k/a tax abatement) under the 6-year declining residential abatement schedule, providing financial assistance of approximately \$768,315 based on the estimated annual property taxes.

NOW THEREFORE, BE IT RESOLVED, by the City Council of the City of Des Moines, Iowa, as follows:

1. The City Council of the City of Des Moines does hereby express its support for the “Beaver Cove” project application to the IEDA, seeking an award of Workforce Housing Tax Credit benefits in the amount of \$840,000 for the above-described project.
2. The Mayor and the City Manager are hereby authorized and directed to sign any forms required by the Administrative Rules of the IEDA to evidence the City’s support for the



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application by M & R Holding, LLC as described above, upon approval of the same by the City Legal Department.

- 3. The Office of Economic Development is directed to transmit a copy of this resolution and roll call to M & R Holding, LLC for submittal to the IEDA, and to conduct project compliance monitoring.
4. In the event that any of the project characteristics mentioned above should change prior to the final award of tax credit benefits to M & R Holding, LLC, then:
a. The City Manager of the City Manager's designee is authorized and directed to execute the applicable consent to any unsubstantial change upon receipt of a recommendation in support of such consent by the Assistant City Manager.
b. Any substantial change shall be subject to approval by the City Council after report and recommendation from the City Manager.

(Council Communication No. 16-432)

MOVED BY _____ to adopt.

FORM APPROVED:

Handwritten signature of Thomas G. Fisher Jr.

Thomas G. Fisher Jr. Assistant City Attorney

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Table with 5 columns: COUNCIL ACTION, YEAS, NAYS, PASS, ABSENT. Rows include COWNIE, COLEMAN, GATTO, GRAY, HENSLEY, MOORE, WESTERGAARD, and TOTAL.

CERTIFICATE

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

MOTION CARRIED APPROVED Mayor

City Clerk