



Date June 26, 2023

APPROVAL OF A \$1,000,000 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AGREEMENT WITH BTB INVESTMENTS 2, LLC FOR THE REHABILITATION OF 1 DUPLEX AND 39 SCATTERED SITE SINGLE UNIT RENTAL PROPERTIES

WHEREAS, on November 4, 2019, by Roll Call No. 19-1792, the City Council approved the 2020-2024 Consolidated Plan for the U.S. Department of Housing and Urban Development (HUD) Consolidated Plan; and

WHEREAS, one of the primary components of the 2020-2024 Consolidated Plan is the improvement, including rehabilitation, of the existing affordable housing stock; and

WHEREAS, BTB Investments 2, LLC, a local residential real estate investment entity, has applied for Community Development Block Grant (CDBG) funds to be used for the rehabilitation of forty (40) properties consisting of one (1) duplex and thirty nine (39) single-unit houses across the City; and

WHEREAS, the use of CDBG funds to rehabilitate housing is an eligible activity if it meets the national objective of the CDBG Program by benefitting low- or moderate-income residents; and

WHEREAS, after rehabilitation, all properties will be affordable to households at or below 80% of the area median income (AMI) and rents will be less than or equal to Fair Market Rents for the Des Moines-West Des Moines, IA Metropolitan Statistical Area (MSA) as determined by the U.S. Department of Housing and Urban Development (HUD) for a period of ten (10) years; and

WHEREAS, an environmental assessment was completed with a combined Finding of No Significant Impact (FONSI) and Notice of Intent to Request Release of Funds (NOI-RROF) published in the Des Moines Register on February 20, 2023, which included a comment period ending March 7, 2023. City staff did not receive any public comments.

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

1. The CDBG Agreement between the City of Des Moines and BTB Investments 2, LLC, in the form on file in the office of the City Clerk, provides \$1,000,000 for the rehabilitation of forty (40) scattered site residential properties.
2. The Director of the Neighborhood Services Department is authorized and directed to sign said Agreement and related documents.



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- 3. The Director of the Neighborhood Services Department and his assignees are authorized and directed to administer the CDBG Agreement and related documents in accordance with the terms therein; to approve and execute minor amendments thereto; and to present substantive amendments to the City Council for consideration and approval.

(Council Communication No. 23- **317**)

Moved by _____ to adopt.

Second by _____.

FORM APPROVED:

/s/ Gary D. Goudeock Jr.

Gary D. Goudeock Jr., Assistant City Attorney

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE				
BOESEN				
GATTO				
MANDELBAUM				
SHEUMAKER				
VOSS				
WESTERGAARD				
TOTAL				

CERTIFICATE

I, LAURA BAUMGARTNER, 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