# **COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 2017 Legislative Session**

Resolution No.	CR-45-2017
Proposed by	The Chairman (by request – County Executive)
Introduced by	Council Members Lehman, Turner, Davis, Glaros, Taveras, Harrison and
	and Toles
Date of Introduc	ction June 6, 2017

### **RESOLUTION**

## A RESOLUTION concerning the

Fiscal Year 2017 Annual Action Plan for Housing and Community Development For the purpose of amending the Prince George's County Fiscal Year ("FY") 2017 Annual Action Plan for Housing and Community Development by adding Palmer Park Meadows project, an eligible activity not originally funded or described in the FY 2017 Annual Action Plan, and reprogramming and reallocating of nine hundred thousand dollars (\$900,000) in HOME Investment Partnerships ("HOME") Program funds from the FY 2016 and FY 2017 Annual Action Plans to support the Palmer Park Meadows project.

WHEREAS, the U.S. Department of Housing and Urban Development ("HUD") requires jurisdictions that receive assistance under certain community planning and development programs to submit a five-year consolidated plan and an annual action plan to the Secretary of HUD that outlines ways to develop viable communities by: providing decent housing, a suitable living environment, and expanding economic opportunities principally for low- and moderateincome persons; and

WHEREAS, each jurisdiction is required to adopt a citizen participation plan as part of its five-year consolidated plan and annual action plans; and

WHEREAS, a citizen participation plan sets forth the jurisdiction's policies and procedures for citizen participation, and must provide for and encourage citizens to participate in the development of the Assessment of Fair Housing, any revisions to the Assessment of Fair Housing, the five-year consolidated plan, any substantial amendment to the consolidated plan, and the performance report; and

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WHEREAS, pursuant to Section 15A-107 of the Prince George's County Code, the County

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Executive and the County Council of Prince George's County, Maryland adopted CR-8-2015,
which set forth the County's FY 2016-2020 Consolidated Plan, along with the County's FY
2016-2020 Citizen Participation Plan; and

WHEREAS, the County's 2016-2020 Citizen Participation Plan requires the County to submit to HUD, any amendments to the County's five-year Consolidated Plan or Annual Action Plan that constitutes a "substantial change;" and

WHEREAS, pursuant to the County's 2016-2020 Citizen Participation Plan, the following decisions constitute a "substantial change": (1) a change in the allocation priorities or a change in the method of distribution of funds; (2) the addition of an eligible activity not originally funded or described in the Annual Action Plan; (3) a change in the location, description, regulatory reference, national objective citation, or status of an activity originally described in the Annual Action Plan; and (4) a change in the use of Community Development Block Grant (CDBG), HOME, or Emergency Shelter Grant (ESG) funds, exceeding twenty-five percent (25%), from one existing activity to another existing eligible activity in any category within the applicable Program Year; and

WHEREAS, the County Council shall hold a public hearing for public input on any revision or amendment to the Consolidated Plan and the Annual Action Plan, and approve the amendment by resolution pursuant to Section 15A-106 of the County Code; and

WHEREAS, pursuant to Section 15A-105(a)(2) of the County Code, the FY 2017 Annual Action Plan must be amended to include the estimated cost of projects, the total cost to bring them to completion, and an identification of the sources of funds; and

WHEREAS, the Palmer Park Meadows project involves the acquisition and new construction of three (3) sets of townhomes for a total of nine (9) units to be sold to income eligible households, located at 2002-2018 Palmer Park Road, Landover, MD 20746; and

WHEREAS, Attachments "A1-A3" describe the Palmer Park Meadows project, the associated costs and the sources of funding for the project, as attached hereto and made part hereof; and

WHEREAS, Attachment "B" includes a summary of the reprogramming and reallocating of nine hundred thousand dollars (\$900,000) in HOME Program funds from the FY 2016 and FY 2017 Annual Action Plans to support the Palmer Park project, attached hereto and made part hereof; and

WHEREAS, Attachment "C," consists of the County's FY 2017 Annual Action Plan, as modified on July 12, 2016 and attached hereto and made part hereof; and

WHEREAS, the addition of the Palmer Park Meadows project constitutes a "substantial change" to the County's FY 2017 Annual Action Plan because it is an eligible activity not originally funded or described in the FY 2017 Annual Action Plan; and

WHEREAS, the reprogramming and reallocation of nine hundred thousand dollars (\$900,000) in HOME Program funds constitutes a "substantial change;" and

WHEREAS, the County Executive recommends the amendments to the FY 2017 Annual Action Plan to include the addition of the Palmer Park Meadows project, and the reprogramming and reallocation of nine hundred thousand dollars (\$900,000) in HOME funds to support this project.

NOW, THEREFORE, BE IT RESOLVED by the County Council of Prince George's County, Maryland, that the FY 2017 Annual Action Plan for Housing and Community Development, is hereby amended to include the Palmer Park Meadows project, and to reflect the reprograming and reallocation of nine hundred thousand dollars (\$900,000) in HOME Program funds, as described in Attachments "A1 – A3," "B," and "C."

BE IT FURTHER RESOLVED that upon the adoption of this Resolution, it shall be transmitted to the County Executive by the Clerk of the Council to submit the amended Annual Action Plan to the United States Department of Housing and Urban Development. Adopted this <u>18th</u> day of <u>July</u>, 2017.

### COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND

BY: \_\_\_\_\_\_ Derrick Leon Davis Chairman

ATTEST:

\_\_\_\_\_ Redis C. Floyd Clerk of the Council

APPROVED:

DATE: \_\_\_\_\_ BY: \_\_\_\_\_ Rushern L. Baker, III County Executive

### ATTACHMENT A-1

### **PROJECT INFORMATION SHEET**

Palmer Park Meadows 2002-2018 Palmer Park Road Landover, MD 20746

### **COUNCILMAN DISTRICT 5**

PROJECT DESCRIPTION:	Land acquisition and new construction of three (3) sets of townhomes for a total of nine (9) units to be sold to income eligible households
DEVELOPER:	Housing Initiative Partnership, Inc.
CONTACT:	Stephanie Proestel, Deputy Director Housing Initiative Partnership, Inc. 6525 Belcrest Road, Suite 555 Hyattsville, Maryland 20785 301-699-3870 sproetsel@hiphomes.org
NEIGHBORHOOD/LOCALITY:	Intersection of Barlowe and Palmer Park Road Landover, Prince George's County District 5
UNITS:	Three (3) sets of townhomes for a total of nine (9) three-bedroom townhome units
PROPOSED SALE PRICE:	\$223,500.00 Not to exceed the HOME Homeownership Value Limits as established and published annually by the United States Department of Housing and Urban Development (HUD) The 2017 HOME Homeownership Value Limit is \$307,000 effective March 1, 2017

### **ATTACHMENT A-2**

#### **PROJECT INFORMATION SHEET**

Palmer Park Meadows 2002-2018 Palmer Park Road Landover, MD 20746

### **COUNCILMANIC DISTRICT 5**

#### **PROJECT DESCRIPTION:**

Housing Initiative Partnership, Inc. (HIP) proposes to build three (3) sets of townhomes for a total of nine (9) three-bedroom townhomes at 2002, 2004, 2006, 2008, 2010, 2012, 2014, 2016, 2018 Palmer Park Road, Landover, Maryland to be known as Palmer Park Meadows. HIP purchased the nine (9) buildable lots from the Housing Authority of Prince George's County on March 31, 2016.

The proposed Palmer Park Meadows is located at the corner of Barlowe Road and Palmer Park Road. The land is located adjacent to a shopping center, gas station, and senior community apartment, Victory House of Palmer Park. Diagonally across the street is a beautiful new recreational facility.

Palmer Park Meadows is a highly visible parcel that, prior to HIP's acquisition, was a vacant lot that was not contributing to the revitalization of the community. HIP will build high quality three-bedroom/two and half bathroom townhomes with HIP's signature front porch and off-street parking. The homes will be designed to meet modern sensibilities with an open floor plan and flexible living spaces. The homes will feature market-rate amenities such as granite countertops, stainless steel appliances, and hardwood floors. Like all HIP homes, they will include a state-of-the-art green/ energy efficiency features and will be built as close to net-zero ready standards as is financially feasible.

Homes will be sold to households earning eighty percent (80%) of Area Median Income ("AMI"). The eighty percent (80%) income limits will be based on the "uncapped limits" as calculated by HUD for the Prince George's County jurisdiction. Homebuyers will be required to complete HIP's HUD-certified homebuyer education program. Priority will be given to households with Housing Choice Program vouchers qualified to convert the vouchers to

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homeownership.

In 2011 Palmer Park Meadows was designated as one of the Transforming Neighborhood Initiative (TNI) areas, making it a revitalization priority in the County. Palmer Park Meadows will be the first new construction single-family residential community development in over thirty (30) years in the Palmer Park community. The homes will further anchor the center of the community and provide a new signal to the pool of potential homebuyers that Palmer Park is a desirable and convenient neighborhood for homeownership convenient to transportation, shopping, and a new community center.

### **ATTACHMENT A-3**

### **PROJECT FINANCING ESTIMATE**

### Palmer Park Meadows 2002-2018 Palmer Park Road Landover, MD 20746

# **COUNCILMANIC DISTRICT 5**

SOURCES	AMOUNT	%
Sales Price to Homebuyers	\$ 2,011,500.00	66.21%
HOME Funds	\$ 900,000.00	29.62%
Community Legacy	\$ 95,000.00	3.12%
Rain Check Rebate	\$ 20,411.50	0.68%
PEPCO Energy Star Rebate	\$ 11,250.00	0.37%
TOTAL	\$ 3,038,161.50	100.00%

USES	AMOUNT	%
Acquisition	\$ 143,100.00	4.71%
Hard Costs – Construction/Site Work	\$ 1,955,250.00	64.36%
Soft Costs	\$ 453,347.00	14.92%
Carrying and Financing Costs	\$ 100,544.50	3.31%
Closing Costs	\$ 160,920.00	5.30%
Developer Fee	\$ 225,000.00	7.40%
TOTAL	\$ 3,038,161.50	100.00%