COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 2019 Legislative Session

Resolution No.	CR-34-2019
Proposed by	The Chair (by request – County Executive)
Introduced by	Council Members Turner, Davis, Ivey, Harrison, Franklin, Streeter,
	Dernoga, Taveras, Hawkins and Anderson-Walker
Date of Introduc	ction May 14, 2019

RESOLUTION

A RESOLUTION concerning

Fiscal Year 2019 Annual Action Plan for Housing and Community Development For the purpose of amending the Prince George's County Fiscal Year ("FY") 2019 Annual Action Plan for Housing and Community Development by adding the Glenarden Phase 2A project, an eligible activity not originally funded or described in the FY 2019 Annual Action Plan, and the reprogramming and reallocating of seven hundred and fifty thousand dollars (\$750,000) in HOME Investment Partnerships ("HOME") Program funds from the FY 2017 Annual Action Plan to support the Glenarden Phase 2A 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

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), Program Income, or Emergency Shelter Grant (ESG) funds, exceeding at least \$250,000, 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 2019 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 Glenarden Phase 2A project involves the land acquisition and new construction of fifty-five (55) apartments for seniors, ages sixty-two (62) years and older, located at 4805 Hamlin Street, Glenarden, MD 20706; and

WHEREAS, Attachments "A1-A3" describe the Glenarden Phase 2A 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 reallocation of
seven hundred and fifty thousand dollars (\$750,000) in HOME Program funds from the FY 2017
Annual Action Plan to support the Glenarden Phase 2A project, attached hereto and made part
hereof; and

WHEREAS, Attachment "C," consists of the County's FY 2019 Annual Action Plan, as amended – Draft 2019-1, as modified on March 26, 2019, and attached hereto and made part hereof; and

WHEREAS, the addition of the Glenarden Phase 2A project constitutes a "substantial change" to the County's FY 2019 Annual Action Plan because it is an eligible activity not originally funded or described in the FY 2019 Annual Action Plan; and

WHEREAS, the reprogramming and reallocation of seven hundred and fifty thousand dollars (\$750,000) in HOME Program funds constitutes a "substantial change;" and

WHEREAS, the County Executive recommends the amendments to the FY 2019 Annual Action Plan to include the addition of the Glenarden Phase 2A project, and the reprogramming and reallocation of seven hundred and fifty thousand dollars (\$750,000) 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 2019 Annual Action Plan for Housing and Community Development, is hereby amended to include the Glenarden Phase 2A project, and to reflect the reprograming and reallocation of seven hundred and fifty thousand dollars (\$750,000) 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 2^{nd} day of <u>July</u>, 2019.

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND

Chair

ATTEST:

Donna J. Brown Acting Clerk of the Council

ATTACHMENT A-1					
PROJ	PROJECT INFORMATION SHEET				
Glenarden Phase 2A 4805 Hamlin Street Glenarden, MD 20706					
CC	DUNCILMAN DISTRICT 5				
PROJECT DESCRIPTION:	Land acquisition and new construction of fifty-five (55) apartments for seniors, ages sixty-two (62) years and older				
PROPOSED OWNER :	Glenarden Phase 2A LLC				
DEVELOPER(S):	Pennrose Holdings LLC B & W Solutions, Inc. SHABACH! Ministries, Inc. Redevelopment Authority of Prince George's County				
CONTACT:	Ivy Dench-Carter, Regional V.P. Pennrose LLC 575 South Charles Street, Baltimore, MD (443) 423-1624				
NEIGHBORHOOD/LOCAI	LITY: City of Glenarden, Maryland Prince George's County District 5				
UNIT MIX:	Forty-seven (47) one-bedroom and eight (8) two- bedroom units				
AFFORDABILITY BAND:	One hundred percent (100%) at sixty percent (60%) of Area Median Income (AMI)				
PROPOSED RENTS :	Average one-bedroom – \$1,207 per month Average two-bedroom – \$1,395 per month				

ATTACHMENT A-2

PROJECT INFORMATION SHEET

Glenarden Phase 2A 4805 Hamlin Street Glenarden, MD 20706

COUNCILMANIC DISTRICT 5

PROJECT DESCRIPTION:

The development team of Pennrose Holdings LLC, B & W Solutions, Inc., SHABACH! Ministries, Inc., and the Redevelopment Authority of Prince George's County have partnered together to establish Glenarden Phase 2A LLC, which allows for a co-development of fifty-five (55) units of housing for low-to-moderate income seniors in the Glenarden/Lanham Community of Prince George's County, Maryland.

Located inside the capital beltway, Glenarden Phase 2A will offer senior residents a convenient location with transportation, healthcare, retail, in addition to other important neighborhood amenities. Commercial and retail centers along the major transportation routes of Landover Road and Central Avenue, and the Woodmere Retail Centre will provide a variety of shopping and food amenities. Additionally, two state-of-the-art medical facilities: 1) the Prince George's County Regional Medical Center; and 2) a Kaiser facility at New Carrollton, are under construction and will provide residents with several options for primary and specialized medical care in the very near future. Other neighborhood amenities include the University of Maryland University College in Largo and several houses of Worship in and around the senior residence.

The Glenarden Phase 2A will be a four-story, elevator-served building with high-quality brick and exterior architectural steel finishes. Of the fifty-five (55) units, there will be forty-seven (47) one-bedroom units and eight (8) two-bedroom units. Each unit will consist of spacious kitchens with dishwashers, sink disposals, microwaves, EnergyStar appliances, and large closets.

Amenities at the redeveloped Glenarden complex include a community center, pool and open green space laid out in a walkable, neighborhood scale environment. Within the senior building, amenities include a multipurpose meeting room with a kitchen, an outdoor patio, lobby coffee bar, a café/library, fitness center and additional storage for residents. A management

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office will also be located onsite for the convenience and administration of this important community redevelopment asset.

The Glenarden Phase 2A project is the second half of a major senior citizen housing development project spearheaded by the Redevelopment Authority of Prince George's County, a co-developer and owner of the property. The units in Glenarden Phase 2A will be reserved for seniors, ages sixty-two (62) years and older, earning sixty percent (60%) of the Area Median Income (AMI), which translates into an income of approximately forty nine thousand, two hundred and sixty dollars (\$49,260) for a single senior renter. The rent for a one-bedroom apartment will be one thousand, two hundred and seven dollars (\$1,207), requiring an income not to exceed forty nine thousand, two hundred and sixty dollars (\$49,260). Additionally, the two-bedroom apartments will rent for one thousand, three hundred and ninety-five dollars (\$1,395), requiring an income not to exceed fifty six thousand, two hundred and eighty dollars (\$56,280).

In addition to providing much needed senior housing to low- to -moderate income seniors in Prince George's County and the City of Glenarden, the Glenarden 2A project will contribute many economic benefits including, but not limited to the creation of construction jobs, property management and maintenance jobs, when operational.

ATTACHMENT A-3

PROJECT FINANCING ESTIMATE

Glenarden Phase 2A 4805 Hamlin Street Glenarden, MD 20706

COUNCILMANIC DISTRICT 5

SOURCES	AMOUNT	%
Tax Exempt Bonds	4,764,749.00	34.9%
MD CDA Rental Housing Works	2,500,000.00	17.9%
LIHTC (4%)	4,656,816.00	32.4%
Deferred Dev. Fee	460,633.00	3.2%
Prince George's County HOME Loan	750,000.00	5.3%
RDA Fund (Infrastructure)	1,099,456.00	7.7%
TOTAL	14,231,654.00	100.0%

USES	AMOUNT	%
Hard Construction cost	8,829,006.00	63.1%
A & E Construction Cost	1,487,108.00	9.7%
Acquisition	405,868.00	2.9%
Developer Fee	1,651,950.00	11.7%
Financing Fees	1,285,578.00	9.0%
Guarantees and Reserves	413,310.00	2.8%
Syndication Costs	158,834.00	0.7%
TOTAL	14,231,654.00	100.0%