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

Resolution No.	CR-35-2019			
Proposed by	The Chair (by request – County Executive)			
Introduced by	Council Members Turner, Ivey, Franklin, Davis, Streeter, Glaros			
•	Dernoga, Taveras, Harrison and Hawkins			
Date of Introduc	tion May 14, 2019			
Dernoga, Taveras, Harrison and Hawkins				

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 Suitland Senior Residences at Town Square project, an eligible activity not originally funded or described in the FY 2019 Annual Action Plan, and the reprogramming and reallocating of one million, five hundred thousand dollars (\$1,500,000) in HOME Investment Partnerships ("HOME") Program funds from the FY 2017, FY 2018 and FY 2019 Annual Action Plans to support the Suitland Senior Residences at Town Square 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 moderate-income 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

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 Suitland Senior Residences at Town Square project involves the land acquisition and new construction of one hundred and thirty-seven (137) mixed-income apartments for seniors, ages sixty-two (62) years and older, located at 2901 Toles Park Drive, Suitland, MD 20746; and

WHEREAS, Attachments "A1-A3" describe the Suitland Senior Residences at Town Square 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 one million, five hundred thousand dollars (\$1, 500,000) in HOME Program funds from the FY

2017, FY 2018 and FY 2019 Annual Action Plans to support the Suitland Senior Residences at Town Square project, attached hereto and made part hereof; and

WHEREAS, Attachment "C," consists of the County's FY 2019 Annual Action Plan, as amended – Draft 2019-2, as modified on March 26, 2019, and attached hereto and made part hereof; and

WHEREAS, the addition of the Suitland Senior Residences at Town Square 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 one million, five hundred thousand dollars (\$1,500,000) 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 Suitland Senior Residences at Town Square project, and the reprogramming and reallocation of one million, five hundred thousand dollars (\$1,500,000) 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 Suitland Senior Residences at Town Square project, and to reflect the reprograming and reallocation of one million, five hundred thousand dollars (\$1,500,000) 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.

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND
Todd M. Turner
Chair
Chan

ATTACHMENT A-1

PROJECT INFORMATION SHEET

Suitland Senior Residences at Town Square 2901 Toles Park Drive Suitland, MD 20746

COUNCILMAN DISTRICT 7

PROJECT DESCRIPTION: Land acquisition and new construction of one

hundred and thirty-seven (137) mixed-income apartments for seniors, ages sixty-two (62) years and older, in the Suitland/Silver Hill neighborhood

of Prince George's County, Maryland.

PROPOSED OWNER: Suitland Senior LLC

DEVELOPER(S): Mission First Housing Development Corporation

L.A. Bolden Company

CONTACT: Sarah Constant

Managing Director

Mission First Development Corporation

(202) 223-3401

NEIGHBORHOOD/LOCALITY: Suitland, Maryland

Prince George's County

District 7

UNIT MIX: One hundred and twenty (120) one-bedroom and

seventeen (17) two-bedroom units

AFFORDABILITY BAND: Mixed-income

PROPOSED RENTS: One-bedroom – Range of \$1,025 to \$1,275 per

month

Two-bedroom – Range of \$1,228 to \$1,575 per

month

ATTACHMENT A-2

PROJECT INFORMATION SHEET

Suitland Senior Residences at Town Square 2901 Toles Park Drive Suitland, MD 20746

COUNCILMANIC DISTRICT 7

PROJECT DESCRIPTION:

Suitland Senior LLC seeks to acquire land and construct a development consisting of one hundred and thirty-seven (137) mixed-income apartments for seniors, ages sixty-two (62) years and older, in the Suitland/Silver Hill neighborhood of Prince George's County, Maryland (hereinafter referred to as "Suitland Senior"). The total development cost is expected to be thirty two million, three hundred seventy nine thousand, six hundred and seventy-nine dollars (\$32,379,679).

Located inside the Capital Beltway, east of the Anacostia section of District of Columbia (DC), Suitland Senior will be situated at the Town Square at Suitland Federal Center, presently being constructed as part of a large mixed-use, mixed-income, redevelopment and community revitalization effort. Positioned in the well-landscaped pedestrian-friendly town center, the Suitland Senior will offer residents a convenient location for employment, healthcare, retail, and transit with the Suitland Metro Station being located less than one mile away. At completion, the Town Square will have close to nine hundred (900) residential family and senior units, which will be a combination of market-rate and affordable apartment homes, as well as for-sale townhomes.

Neighboring the proposed development is a significant employment center, the U.S. Census Bureau headquarters. The Census Bureau is across the street at the Suitland Federal Center and it is home to approximately four thousand, four hundred (4,400) employees. Other employment centers include the many commercial and retail centers along the major transportation routes of Suitland Road, Silver Hill Road, and Pennsylvania Avenue. In addition to the approximate one hundred thousand (100,000) square feet of retail space and the performing arts center planned for the Town Square, local amenities include two large shopping centers at the intersection of Silver Hill Road and Pennsylvania Avenue housing numerous retail stores, fast food restaurants, and a

supermarket. The nearest hospital, United Medical Center, is only four and a half (4.5) miles southwest of the Suitland Senior, and there are medical offices located within one and a half (1.5) miles on Silver Hill Road and Branch Avenue.

Suitland Senior Residences is designed as a six-story, elevator-served building with high-quality brick facing and cement finishes. Of the one hundred and thirty-seven (137) apartment units, one hundred and thirty-three (133) units will be reserved for low-to-moderate-income seniors, while the remaining four (4) units will be rented at the market rate with no income restrictions. Additionally, there will be one hundred and twenty (120) one-bedroom units and seventeen (17) two-bedroom units. All units will each have one bathroom, high ceilings to create a spacious feel, kitchens with dishwashers, disposals, microwaves, and EnergyStar appliances. In-unit washer/dryers will be located in twenty-one (21) units. Furthermore, Suitland Senior is designed to meet the *Enterprise Green Community 2015* criteria, which will provide a direct benefit to each resident's electric bill (units will be all-electric). Suitland Senior's monthly utility allowances are conservatively estimated at seventy dollars (\$70) for one-bedroom units and ninety dollars (\$90) for two-bedroom units.

Amenities at Suitland Senior Residences will include a rooftop terrace, yoga room, fitness center, game room, community kitchen, and club room. Laundry facilities will be located on each floor. The development team has partnered with the White Rose Foundation, a non-profit charitable arm of the Prince George's County, Maryland, Chapter of the Links, Inc. to provide onsite office space where it can host programming that will be open to residents and the local community. Programming topics will be focused around economic survival and cultural enrichment. Suitland Senior's location within a walkable, pedestrian friendly community with an abundance of retail stores, will contribute to healthy lifestyles.

Suitland Senior Residences is reserving eighty-three (83) of its units for seniors, ages sixty-two (62) years, earning fifty percent (50%) of the Area Median Income (AMI), which translates into an income of approximately forty six thousand, nine hundred dollars (\$46,900) for a household of two (2) persons. The rent for a one-bedroom apartment will be one thousand and twenty-five (\$1,025), while the two-bedroom apartments will rent for one thousand, two hundred and twenty-eight dollars (\$1,228). Additionally, thirty-four (34) units are being reserved for seniors earning sixty percent (60%) of the AMI, which translates into an income of approximately fifty six thousand, two hundred and eighty dollars (\$56,280) for a household of

two (2) persons. At this income band, the rent for a one-bedroom apartment will be one thousand, one hundred and ninety-five dollars (\$1,195), while the two-bedroom apartments will rent for one thousand, three hundred and ninety-five dollars (\$1,395). Further, sixteen (16) units are being reserved for seniors earning eighty percent (80%) of the AMI, which translates into an income of approximately seventy thousand, six hundred dollars (\$70,600) for a household of two (2) persons. At this income band, the rent for a one-bedroom apartment will be one thousand, two hundred and seventy-five dollars (\$1,275), while the two-bedroom apartments will rent for one thousand, five hundred and seventy-five dollars (\$1,575). Lastly, the final four (4) units will be rented at market-rate, with rent for a one-bedroom apartment being one thousand, two hundred and seventy-five dollars (\$1,275), while the two-bedroom apartments will rent for one thousand, five hundred and seventy-five dollars (\$1,575).

The addition of one hundred and thirty-seven (137) units of high-quality mixed-income senior housing will help address a significant need within the Suitland community. The construction of Suitland Senior residences and the Town Square redevelopment will contribute many economic benefits including, but not limited to, the addition of over one thousand, two hundred (1,200) jobs during construction and an expansion of the County's tax base through the investment of four hundred million dollars (\$400,000,000) in new commercial retail space and residential housing.

ATTACHMENT A-3

PROJECT FINANCING ESTIMATE

Suitland Senior Residences at Town Square 2901 Toles Park Drive Suitland, MD 20746

COUNCILMANIC DISTRICT 7

SOURCES		AMOUNTS	PERCENTAGE
Tax-exempt Bonds		15,200,700	46.95%
State DHCD Rental Housing Works loan		2,500,000	7.72%
State DHCD Partnership Rental Housing loan		2,000,000	6.18%
County HOME funds		1,500,000	4.63%
Tax Credit Equity		8,552,394	26.41%
Deferred Developer Fee		876,585	2.71%
Capitalized Lease Payment		750,000	2.32%
Federal Home Loan Bank Affordable Housing Grant		1,000,000	3.09%
TOTAL SOURCES	\$	32,379,679	100.00%
USES		AMOUNTS	PERCENTAGE
Construction Costs	\$	23,425,751	72.35%
Fees Related to Construction		1,918,112	5.92%
Financing Fees and Charges		2,513,170	7.76%
Acquisition Costs		450,000	1.39%
Developer's Fee		2,500,000	7.72%
Syndication Related Costs		598,485	1.85%
Guarantees and Reserves		974,161	3.01%
TOTAL USES	\$	32,379,679	100.00%