COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 2021 Legislative Session

Resolution No.	CR-081-2021		
Proposed by	The Chair (by request County Executive)		
Introduced by	Council Members Hawkins, Franklin, Glaros, Turner, Harrison, Davis, Taveras		
Co-Sponsors			
Date of Introduc	ction September 14, 2021		

RESOLUTION

A RESOLUTION concerning

Fiscal Year ("FY") 2022 Annual Action Plan for Housing and Community Development For the purpose of amending the Prince George's County Fiscal Year ("FY") 2022 Annual Action Plan for Housing and Community Development by adding the Hill House at Beechfield project, an eligible activity not originally funded or described in the FY 2022 Annual Action Plan, and the reprogramming and reallocating of One million dollars (\$1,000,000) in HOME Investment Partnerships ("HOME") Program funds from the FY 2020 and FY 2021 Annual Action Plans to support the Hill House at Beechfield project.

WHEREAS, the United States 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-income 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 - Citizen Participation Plan of the Prince

George's County Code, the County Executive and the County Council of Prince George's County, Maryland adopted CR-047-2020, which set forth the County's FY 2021-2025 Consolidated Plan, along with the County's FY 2021-2025 Citizen Participation Plan; and

WHEREAS, the County's 2021-2025 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 2021-2025 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, and status of an activity originally described in the Annual Action Plan; and (4) a change in the use of CDBG, HOME, Program Income, or ESG funds, exceeding at least \$250,000 from one existing activity to another existing eligible activity in any category within the applicable Program. All activities must have been in an approved Annual Action Plan; and (5) designations for Neighborhood Revitalization Strategy Areas (NRSAs); and (6) a change in the proposed uses of HUD 108 Loan Guarantee and Section 108 Program Income; 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 - Review and approval of the Five-Year Consolidated Housing and Development and Annual Action Plan of the Prince George's County Code; and

WHEREAS, pursuant to Section 15A-105(a)(2) – Annual Housing and Community Development Action Plan of the Prince George's County Code, the FY 2022 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 Hill House at Beechfield project involves the land acquisition and new
construction of one hundred fifty (150) apartments for low-income and moderate-income seniors,
will be part of an eighty-three acre master planned mixed-income retirement community that is
being constructed by multiple developers called Traditions at Beechfield, located at 12005
Traditions Boulevard, Bowie, Maryland 20720; and

WHEREAS, Attachments "A1-A3" describe the Hill House at Beechfield project, the associated costs and the source(s) of funding for the project, as attached hereto and made part of the record hereof; and

WHEREAS, Attachment "B" includes a summary of the reprogramming and reallocation of One million dollars (\$1,000,000) in HOME Program funds from the FY 2020 and FY 2021 Annual Action Plans to support the Hill House at Beechfield project, attached hereto and made part of the record hereof; and

WHEREAS, Attachment "C," consists of the County's FY 2022 Annual Action Plan, and attached hereto and made part of the record hereof; and

WHEREAS, the addition of the Hill House at Beechfield project constitutes a "substantial change" to the County's FY 2022 Annual Action Plan because it is an eligible activity not originally funded or described in the FY 2022 Annual Action Plan; and

WHEREAS, the reprogramming and reallocation of One million dollars (\$1,000,000) in HOME Program funds constitutes a "substantial change" to the County's FY 2022 Annual Action Plan because it is a change in the allocation priorities or a change in the method of distribution of funds; and

WHEREAS, the County Executive recommends the amendments to the FY 2022 Annual Action Plan to include the addition of the Hill House at Beechfield project, and the reprogramming and reallocation of One million dollars (\$1,000,000) in HOME funds to support this project.

NOW, THEREFORE, BE IT RESOLVED by the County Council of Prince George's County, Maryland, that the Fiscal Year ("FY") 2022 Annual Action Plan for Housing and Community Development, a copy of which shall be marked for identification by the Clerk of the County Council and maintained as a permanent record, is hereby amended to include the Hill House at Beechfield project, and to reflect the reprograming and reallocation of One million dollars (\$1,000,000) in HOME Program funds, as described in Attachments "A1 – A3," "B," and "C," respectively, as attached hereto and made a part of the record hereof.

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, and that the County Executive or her designee is hereby authorized and empowered as the official representative of Prince George's County to submit the amended FY 2022 Annual Action Plan to United States

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- 1 Department of Housing and Urban Development ("HUD"), along with all assurances contained
- 2 therein, to act as necessary in connection with the submission, and to provide such additional
- 3 information to HUD as may be required.

Adopted this <u>19th</u> day of <u>October</u>, 2021.

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND

BY: _____

Calvin S. Hawkins, II Chair

ATTEST:

Donna J. Brown Clerk of the Council

ATTACHMENT A-1

PROJECT INFORMATION SHEET

Hill House at Beechfield Project 12005 Traditions Boulevard Bowie, MD 20720

COUNCILMANIC DISTRICT 6

PROJECT DESCRIPTION:	KCG SSP Bowie Senior Living, LP plans to acquire land and construct a one hundred fifty (150) unit affordable apartment community for seniors in Bowie, Prince George's County, Maryland.
PROPOSED OWNER:	KCG SSP Bowie Senior Living, LP

KCG Development, Inc. Streetscape Partners

Stacy Kaplowitz Vice President - Development KCG Development, Inc. (202) 744-1479

NEIGHBORHOOD/LOCALITY: Bowie, Prince George's County District 6

DEVELOPERS:

CONTACT:

UNIT MIX:

PROPOSED RENTS:

Eighty-nine (89) units will have one-bedroom and one-bathroom; twenty-five (25) units will have twobedrooms and one-bathroom, and thirty-six (36) units will have two-bedrooms and two-bathrooms

> One-bedroom ranges from \$1,140 to \$1,313 to per month Two-bedroom ranges from \$1,361 to \$1,568 per month

ATTACHMENT A-2

PROJECT INFORMATION SHEET

Hill House at Beechfield Project 12005 Traditions Boulevard Bowie, MD 20720

COUNCILMANIC DISTRICT 6

PROJECT DESCRIPTION:

KCG SSP Bowie Senior Living, LP plans to acquire land and construct a one hundred fifty (150) unit affordable apartment community for seniors in Bowie, Prince George's County, Maryland (hereinafter referred to as "Hill House") on a 4.4183-acre site. The total development cost of this senior rental project is expected to be Forty-four million, Eight thousand, three hundred twenty-four dollars (\$44,008,324.)

Hill House will be located near the intersection of Enterprise Road and Route 50. Located approximately six miles outside the Capital Beltway, Hill House's one hundred fifty (150) units will be part of an 83-acre master planned mixed-income retirement community that is being constructed by multiple developers called Traditions at Beechfield. When completed, Traditions at Beechfield will additionally feature seventy-four (74) single family attached villas, sixty (60) single family detached villas, one hundred eight (108) condominium units, and one hundred ninety-three (193) assisted living units.

Residents of the Hill House will have convenient access to major transportation corridors, well-regarded medical facilities, and retail amenities. Notable retail amenities include the Bowie Town Center which is located 7.0 miles from the site. The nearest bust stop is located 1.2 miles from the site and the New Carrolton Metro station is 6.6 miles away. There are medical offices 1.5 miles away and Doctors Community Hospital is located 4.3 miles from the site. There is also a Safeway grocery store 1.8 miles away.

Hill House is designed as a four-floor, elevator-served building. Of the one hundred fifty (150) units, eighty-nine (89) units will have one-bedroom and one-bathroom; twenty-five units (25) units will have two-bedrooms and one-bathroom; and thirty-six (36) units will have two-bedrooms and two-bathrooms. The monthly utility allowances are conservatively estimated at Sixty-nine dollars (\$69) for one-bedroom units, and Ninety dollars (\$90) for two-bedroom units.

Hill House will reserve two (2) units for households whose incomes are fifty percent (50%) of the Area Median Income ("AMI"), which translates into an income of Forty-five thousand, one hundred fifty dollars (\$45,150) for a household of one and Fifty-one thousand, Six hundred dollars (\$51,600) for a household of two, and rent of \$1,140 for the one-bedroom unit and \$1,361 for the two-bedroom unit. One hundred forty-eight (148) units will be reserved for households whose incomes are sixty percent (60%) of the AMI, which translates into incomes of Fifty-four thousand, One hundred eighty dollars (\$54,180) for households of one and Sixty-one thousand, Nine hundred twenty dollars (\$61,920) for households of two, and rents of \$1,313 for one-bedroom units and rents of \$1,568 for two-bedroom units.

Onsite amenities available to the residents include a light-filled community lounge, a stateof-the-art fitness center, and access to a large outdoor patio. The managing agent, Habitat America, will maintain an onsite management office and arrange supportive services and activities. Supportive services will include onsite medical services such as health screenings and vaccinations. Social events, such as communal meals and crafts and game nights, will be also organized. Computer classes will be provided and fitness classes, such as Zumba, will be held. Residents will also have access to shared amenities at the larger Traditions at Beechfield community that will include walking trails, a large community center, and a resort-style pool.

ATTACHMENT A-3

PROJECT FINANCING ESTIMATE

Hill House at Beechfield Project 12005 Traditions Boulevard Bowie, MD 20720

COUNCILMANIC DISTRICT 6

SOURCES	Amount	Percentage
Citi Community Capital (Bond Loan)	\$21,500,000	48.85%
LIHTC Equity	\$17,387,111	39.51%
CDA Rental Housing Works Loan	\$2,500,000	5.68%
Deferred Developer Fee	\$1,621,213	3.68%
Prince George's County HOME Loan	\$1,000,000	2.28%
SUM	\$44,008,324	100.00%
USES	Amount	Percentage
Construction Costs	\$27,284,122	62.00%
Fees Related to Construction	\$3,740,575	8.50%
Financing Fees and Charges	\$3,332,500	7.57%
Acquisition Costs	\$4,000,000	9.09%
Developer's Fee	\$4,335,720	9.85%
Syndication Related Costs	\$212,257	0.48%
Guarantees and Reserves	\$1,103,150	2.51%
SUM	\$44,008,324	100.00%