

ORDINANCE NO. 15886

FILE OF CITY COUNCIL

BILL NO. 17 - 2023

MARCH 15, 2023

AN ORDINANCE

Amending the 2023 ARPA Fund by transferring One Million (\$1,000,000) Dollars from the ARPA Fund to the General Fund for the 1528 West Hamilton St. Affordable Housing Project being developed by HDC-Mid Atlantic. 100% of the funds will be used to offset construction costs of the project.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ALLENTOWN:

SECTION ONE: That City Council authorizes an appropriation in the ARPA Fund in the following manner:

**ARPA Fund
Non-Departmental**

019-01-0609-0001-40	Civic Expenses	\$1,000,000
	<u>TO</u>	
019-01-0609-0001-88	Interfund Transfers	\$1,000,000

SECTION TWO: That City Council authorizes an increase to the unappropriated balance of the General Fund in the following manner:

General Fund

000-2660	Transfers In	\$1,000,000
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SECTION THREE: That City Council authorizes an appropriation from the unappropriated balance of the General Fund in the following manner:

**General Fund
Community Development Director
Administration**

000-09-0901-0001-40

Civic Expenses

\$1,000,000

SECTION FOUR: That this Ordinance takes effect ten (10) days after final passage.

SECTION FIVE: That all Ordinances inconsistent with the above provisions are repealed to the extent of their inconsistency.

SECTION SIX: That the Mayor and/or his designees are authorized to enter into any necessary agreements to distribute the funding to the project and protect the City's interests.

	Yea	Nay
Candida Affa	X	
Ce-Ce Gerlach	X	
Cynthia Y. Mota	X	
Santo Napoli	X	
Natalie Santos	X	
Ed Zucal	X	
Daryl Hendricks, Pres.	X	
TOTAL	7	0

I hereby certify that the foregoing Ordinance was passed by City Council on April 5, 2023 and signed by the Mayor on April 11, 2023.

Michael P. Kelly

CITY CLERK

- **What Department or bureau is Bill originating from? Where did the initiative for the bill originate?**

Community and Economic Development

- **Summary and Facts of the Bill**

The Bill is necessary to appropriate \$1,000,000 of ARPA funding to HDC Mid Atlantic's 1528 West Hamilton Street Affordable housing project

- **Purpose – Please include the following in your explanation:**
 - **What does the Bill do – what are the specific goals/tasks the bill seek to accomplish**
 - **What are the Benefits of doing this/Down-side of doing this**
 - **How does this Bill related to the City's Vision/Mission/Priorities**

The Bill will allow the City to grant \$1,000,000 of ARPA funding to help cover a \$1.6 million dollar funding gap in HDC Mid Atlantic's 1528 West Hamilton St. affordable housing project. The project will create 49 deeply affordable housing units and has a total cost estimate of \$19,390,595. The Bill will advance Principle #2 of the Housing Section of Vision 2030: Increase the quantity of healthy, safe and affordable housing.

- **Financial Impact – Please include the following in your explanation:**
 - **Cost (Initial and ongoing)**
 - **Benefits (initial and ongoing)**

This is a one-time grant to the project. The project is expected to generate over \$50,000 in annual real estate taxes, with approximately \$11,800 going to the City.

- **Funding Sources – Please include the following in your explanation:**
 - **If transferring funds, please make sure bill gives specific accounts, if appropriating funds from a grant list the agency awarding the grant.**

In addition to 1,000,000 in ARPA funding the City is anticipating to commit \$850,000 of HUD HOME Funding.

- **Priority status/deadlines, if any**

High Priority. HDC Mid-Atlantic needs to secure its funding commitments so it can close on the property.

- **Why should Council unanimously support this bill?**

The funds will create new healthy, safe and affordable housing