

RESOLUTION

A RESOLUTION OF THE COUNCIL OF THE CITY OF KNOXVILLE AUTHORIZING THE MAYOR TO EXECUTE ANY AND ALL DOCUMENTS NECESSARY TO AWARD AN AMOUNT NOT TO EXCEED \$1,000,000.00 TO LUMEN FLATS KNOXVILLE LLC FROM THE HOME AMERICAN RESCUE PLAN PROGRAM FOR THE DEVELOPMENT OF 18 AFFORDABLE HOUSING UNITS TO BE LOCATED AT 1585 COLEMAN ROAD, CONTINGENT UPON APPROVAL OF THE 2022 HOME ARP ALLOCATION PLAN AMENDMENT BY BOTH COUNCIL AND HUD.

RESOLUTION NO: _____
Housing & Neighborhood
REQUESTED BY: Development Department
PREPARED BY: Law Department

APPROVED: _____

APPROVED AS AN EMERGENCY
MEASURE: _____

MINUTE BOOK: _____ PAGE _____

WHEREAS, the City desires to support the development of high-quality and affordable housing stock as critical infrastructure for a diverse, thriving community and a healthy economy; and

WHEREAS, the City invests local and federal funds to advance housing affordability through a number of programs, including the Knoxville Affordable Housing Fund; and

WHEREAS, the City received \$4,076,859.00 from the U. S. Department of Housing and Urban Development through the HOME American Rescue Plan (“HOME-ARP”) program to support the creation of new affordable permanent supportive housing to address housing instability and homelessness; and

WHEREAS, applications for the funds are accepted and evaluated by the Department of Housing and Neighborhood Development (“Department”) to ensure they meet HOME-ARP guidelines; and

WHEREAS, Lumen Flats Knoxville LLC has applied for funding in the amount of \$1,000,000.00 to build 18 affordable rental units to be located at 1585 Coleman Road; and

WHEREAS, if approved, these 18 units will be subject to HOME-ARP affordability restrictions, including serving households at or below 30% of the area median income with rents held at project-based voucher payment standards for the Knoxville Area, for an affordability period of 15 years; and

WHEREAS, the Department recommends approval of this funding request contingent upon the approval of a proposed 2022 HOME-ARP Allocation Plan amendment by City Council before submitting to HUD for final approval.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF KNOXVILLE:

SECTION 1: Contingent upon HUD’s approval of the proposed 2022 HOME-ARP Allocation Plan Amendment, the Mayor be and hereby is authorized to execute any and all documents necessary, including an agreement in substantially the form attached hereto as Exhibit 1, to award an amount not to exceed \$1,000,000.00 from the HOME-ARP program to Lumen Flats Knoxville LLC to rehabilitate/construct 18 permanent supportive housing rental units at 1585 Coleman Road.

SECTION 2: This Resolution shall take effect from and after its passage, the welfare of the City requiring it.

Presiding Officer of the Council

Recorder