

RESOLUTION NO. 40194

A RESOLUTION relating to funding for a crisis residential center; authorizing the execution of a grant agreement with the Tacoma Community Redevelopment Authority, in the amount of \$800,000, budgeted from the Mental Health and Substance Use Disorder Fund, for construction of Tacoma Housing Authority's Youth Crisis Residential Center.

WHEREAS the Tacoma Housing Authority ("THA") owns a 3.5 acre parcel adjacent to the Salishan neighborhood and buffered by First Creek Gulch, and

WHEREAS THA is proposing to use one acre of said land to develop a one-story, 5,000 square-foot Youth Crisis Residential Center ("Project"), to include 12 dorm-style bedrooms, two common bathrooms, a staff office, kitchen and living room space, and on-site parking, and

WHEREAS the Project is part of a larger planning effort between the City,
Pierce County, Tacoma Housing Redevelopment Authority ("TCRA"), and the THA,
and

WHEREAS the Project will serve a limited clientele that meets the definition of a public purpose for Community Development Block Grant ("CDBG") funds, and is consistent with the City's Consolidated Plan for Housing and Community Development 2015-2019, and

WHEREAS the Consolidated Plan places a high priority on the development of affordable housing for low-income households, reducing homelessness, and increasing stability for all residents, including support for self-sufficiency, and

WHEREAS, on May 11, 2017, the TCRA Board authorized staff to negotiate and execute a 30-year forgivable loan agreement, deed of trust, promissory note, and regulatory agreement with the THA for \$1,000,000, for Project construction



2

3

4

5

6

7

8

9

21

22

23

24

25

26

and permanent financing costs, funded as follows: \$300,000 in TCRA CDBG funds and \$700,000 in City funds, budgeted from the Mental Health and Substance Use Disorder Fund, and

WHEREAS the proposed grant agreement between the City and the TCRA would allow an additional \$800,000 of City funds, budgeted from the Mental Health and Substance Use Disorder Fund, to be included by the TCRA in a single agreement with the THA to fund the capital costs of the Center, and the TCRA, in turn, would create a single agreement with the THA that includes the \$800,000, together with the previously approved funding of \$1,000,000, bringing the total funding for this project to \$1,800,000, and

WHEREAS this funding represents the City's maximum contribution to the Center; the Center's operations and operating costs will be the responsibility of the THA, and

WHEREAS City staff recommends the approval of this grant agreement with the TCRA, in the amount of \$800,000, to assist in funding the Project; Now, Therefore,

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF TACOMA:

That the proper officers of the City are hereby authorized to enter into a Grant Agreement with the Tacoma Community Redevelopment Authority, in the amount of \$800,000, budgeted from the Mental Health and Substance Use Disorder Fund, for construction of Tacoma Housing Authority's Youth Crisis



1	Residential Center, said document to be substantially in the form of the proposed	
2	grant agreement on file in the office of the City Clerk.	
3		
4	Adopted	
5		
6		Mayor
7	Attest:	,
8		
9	City Clerk	_
10	Approved as to form:	
11		
12		
13	Deputy City Attorney	
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		