

Resolution #22-0434
2022 Resolution Book, Page 204

**RESOLUTION AUTHORIZING REALLOCATING FUNDING FROM PHASE 2 TO
PHASE 1 OF THE CHOICE NEIGHBORHOODS INITIATIVE**

WHEREAS, the Housing Authority of Winston-Salem (HAWS), in partnership with the City of Winston-Salem as Co-Applicant and McCormack Baron Salazar (MBS) as Developer, has been awarded a \$30,000,000 Choice Neighborhoods Implementation (CNI) Grant from the U.S. Department of Housing and Urban Development (HUD) to redevelop the Cleveland Avenue Corridor; and

WHEREAS, on April 18, 2022, the Mayor and City Council approved \$500,000 in HOME Investment Partnership (HOME) funds for development of 81 units of multifamily rental housing in CNI Phase 1 and a total of \$9,059,234 in City funding for development of 72 units of multifamily rental housing in CNI Phase 2; and

WHEREAS, Phase 1 has experienced a funding gap of \$1.4 million due to HUD delays and construction cost increases, and HAWS and MBS have been able to reduce the gap; and

WHEREAS, HAWS has requested that the City reallocate funds from CNI Phase 2 to CNI Phase 1 to close the gap in financing for the CNI Phase 1.

NOW, THEREFORE, BE IT RESOLVED that the Mayor and City Council of the City of Winston-Salem hereby authorize reallocating up to \$600,000 in Economic Development funds approved for CNI Phase 2 multifamily rental housing to CNI Phase 1 multifamily rental housing.

BE IT FURTHER RESOLVED that all conditions of the original approvals for CNI Phase 1 multifamily rental housing and CNI Phase 2 multifamily rental housing apply.

BE IT FURTHER RESOLVED that the Mayor and City Council authorize the City Manager to review and approve final loan terms and conditions, negotiate permanent loan

Winston-Salem City Council
APPROVED
August 15, 2022

agreements, and execute contracts and documents necessary to carry out the activities herein authorized in substantial accordance with the form and guidelines attached hereto and incorporated herein by reference.