

**12736**

DATE July 8, 2010

TO: Board of Acquisition and Contract

FROM: Edward Buroughs  
Acting Commissioner

SUBJECT: Resolution Authorizing the Agreement Between the County of Westchester and the Suburban Green Housing Development Fund Corporation for the Acquisition and Rehabilitation of the Foreclosed Properties, located at 62 Arthur Street and 199 North Broadway, both in the City of Yonkers

The attached resolution authorizes the County of Westchester to enter into an agreement with the Suburban Green Housing Development Fund Corporation to provide a grant through the Neighborhood Stabilization Program (NSP). The grant will be used for the acquisition and rehabilitation of the foreclosed two-family homes located at 62 Arthur Street and 199 North Broadway, both in the City of Yonkers. The term of the agreement is from July 22, 2010, to July 21, 2011, and the total amount of the grant is \$1,240,000.00 of which \$550,000.00 is for the property located at 62 Arthur Street, and \$690,000.00 is for the 199 North Broadway property, both in the City of Yonkers, to be paid pursuant to an approved budget.

Suburban Green Housing Development Fund Corporation is a subsidiary corporation of the Housing Partnership Development Corporation, created specifically to assist with housing development and redevelopment. They create affordable housing partnerships between Cities or other local governments including Counties and States, and the private sector, in order to build affordable homes that will stimulate economic growth and revitalize neighborhoods. In their 25 year history of doing business, they have developed more than 30,000 affordable homeownership and rental units which has leveraged more than \$2.8 billion in private sector financing. They have an additional 4,000 units in the construction or predevelopment phase.

Suburban Green Housing Development Fund Corp. will acquire, rehabilitate and carry the properties located at 62 Arthur Street and 199 North Broadway, both in the City of Yonkers, for approximately nine (9) months.

The entity will be responsible for the maintenance and carrying costs of the properties from acquisition through to resale to income eligible buyers. Maintenance includes the physical tending of the properties and payment of all costs during the limited ownership, including, but not limited to, payment of taxes and insurance.

Upon completion of the rehabilitation of the properties, the entity will sell the properties to income eligible buyers at a price determined by the County. Upon this sale, the balance of funds from the purchase price paid by the homebuyers, will be returned to Westchester County.

The agreement will serve the public purpose of creating affordable housing units in Westchester County.

The goal and objective of this agreement is to provide affordable housing to low income families in Westchester County. The project will be monitored by the Department of Planning staff, which will oversee the acquisition, rehabilitation and provide approval for the units to be sold to income eligible homebuyers, who have been selected pursuant to an approved Fair Housing Marketing Plan. The Department of Planning staff will also monitor ongoing occupancy as the primary residence, by the new owners, and will monitor any resale or refinance to assure that the units are maintained as affordable housing for the term of affordability. Site visits will be made by the Planning Department staff to ensure the properties have been rehabilitated according to the contract specifications.

Should the agreements not be approved, these foreclosed and abandoned properties may become eyesores, blighting the neighborhood which could jeopardize the health and safety of the residents of this neighborhood, and these properties would be lost to the County as viable affordable housing units. This procurement is in compliance with the County of Westchester Procurement Policy Procedures, pursuant to Section 3(a)xvi, which states that contracts with recipients for disbursement of grants or loans under the Community Development Block Grant Program are exempt, of which NSP is a part.

On February 19, 2009, the Board of Acquisition and Contract approved a resolution authorizing the County of Westchester to enter into an agreement with the State of New York Housing Finance Agency for a grant totaling \$6,680,000.00 and a grant of \$640,000.00 from the Affordable Housing Corp. for a total amount of \$7,320,000.00.

I recommend approval of this agreement.

EB/cp  
Attachment

APPROVED BOARD OF ACQUISITION & CONTRACT - 7-22-2010 - JOMARY VIERI SECRETARY

RESOLUTION

UPON A COMMUNICATION FROM THE ACTING COMMISSIONER OF PLANNING, BE IT HEREBY

RESOLVED, that the County of Westchester is hereby authorized to enter into an agreement with the Suburban Green Housing Development Fund Corporation, through the Neighborhood Stabilization Program (NSP), in the amount of \$1,240,000.00 for the acquisition and rehabilitation of the foreclosed two-family homes located at 62 Arthur Street and 199 North Broadway, both in the City of Yonkers, of which \$550,000.00 is for the property located at 62 Arthur Street, and \$690,000.00 is for the 199 North Broadway property, pursuant to an approved budget, for a period, beginning July 22, 2010, and ending July 21, 2011, and be it further

RESOLVED, that the County Executive or his duly authorized designee is authorized to execute any documents and take any actions necessary to effectuate purposes hereof.

Recommended for Approval.

Account to be Charged/Credited

		Major Program, Program & Phase	Object/	Trust	
Fund	Dept	Or Unit	Sub Object	Account	Dollars
263	19	914K	4380	T914	\$1,240,000.00

Budget Funding Year(s) (must match resolution)      FY 2010    Start Date      July 22, 2010      End Date      July 21, 2011

Funding Source      Tax Dollars \_\_\_\_\_  
    State Aid      \$1,240,000.00 \_\_\_\_\_  
\$1,240,000.00      Federal Aid \_\_\_\_\_  
 (must match resolution)      Other \_\_\_\_\_

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APPROVED BOARD OF ACQUISITION & CONTRACT - 1-22-2010 MARY VIEIRA, SECRETARY