

# AGENDA



## Recommendation for Council Action

Austin City Council	Item ID	64220	Agenda Number	57.
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Meeting Date:	12/1/2016	Department:	Neighborhood and Community Development
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### Subject

Conduct a public hearing and consider a resolution supporting an application to be submitted to the Texas Department of Housing and Community Affairs by Harris Ridge Apartments, Ltd., or an affiliated entity, for the new construction of an affordable multi-family development to be located at the Southwest corner of Howard Lane and Dessau Road. (District 7)

### Amount and Source of Funding

No funding from the City of Austin or the Austin Housing Finance Corporation is being requested for this proposed development.

### Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	
Prior Council Action:	
For More Information:	Rosie Truelove, NHCD Interim Director, 512-974-3064; David Potter, Program Manager, 512-974-3192.
Council Committee, Boards and Commission Action:	
MBE / WBE:	
Related Items:	

### Additional Backup Information

This action will conduct a public hearing and consider approval of a resolution as required by the Texas Department of Housing and Community Affairs (TDHCA) 2016 Uniform Multi-family Rules. The applicant, Harris Ridge Apartments, Ltd., or an affiliated entity, must submit to TDHCA a resolution of no objection from the applicable governing body in which the development is located. This proposed development is located in District 7.

### Proposed Project

Harris Ridge Apartments, Ltd. is planning a 324-unit new construction development, which would be 100% affordable to households with incomes at or below 60% Median Family Income (MFI), currently \$46,680 for a 4-person household, and located at the Southwest corner of Howard Lane and Dessau Road. Financing for the development is proposed to come from non-competitive 4% Low Income Housing Tax Credits, and Private Activity Bonds. No AHFC funding has been proposed.

### **Estimated Sources of Funds**

#### **Sources:**

Private Activity Bonds	\$ 32,435,000
Tax Credits	13,676,039
Soft Loan	1,000,000
Deferred Developer Fee	<u>3,738,957</u>
<b>Total</b>	<b>\$ 50,849,996</b>

#### **Uses:**

Acquisition	\$ 4,000,000
Pre-Development	3,250,000
Construction/Hard Costs	29,510,000
Soft & Carrying Costs	<u>14,089,996</u>
<b>Total</b>	<b>\$ 50,849,996</b>

### **Project Characteristics**

- 324 total units to be built on property.

#### **Unit mix:**

- 14 one bedroom/one-bath units (approximately 662 square feet, approximate rent \$630 to \$776).
- 136 two-bedroom/two-bath units (approximately 919 square feet, approximate rent \$756 to \$931).
- 162 three-bedroom/two-bath units (approximately 1,067 square feet, approximate rent \$867 to \$1,069).
- 12 four-bedroom/two-bath units (approximately 1,485 square feet, approximate rent \$951 to \$1,177).

### **Population Served**

- Four (4) units will be reserved for individuals or families with incomes at or below 50% MFI, currently \$27,250 for a single-person household and \$38,900 for a 4-person household.
- Three Hundred Twenty (320) units will be reserved for individuals and families with income at or below 60% MFI, currently \$32,700 for a single-person household and \$46,680 for a 4-person household.

### **Current Property Tax Status and Future Impact**

The property currently has no property tax exemptions. The Travis Central Appraisal District will determine whether the residential use of this vacant property will be eligible for any exemptions after the property is developed.

### **The NRP Group, LLC**

The NRP Group was established in 1995, and has extensive experience developing, constructing, and managing multi-family housing, senior housing, student housing, and single-family urban infill. Since inception, NRP has constructed over 23,000 residential units in 13 states, and currently manages over 100 properties.

For more information on the proposed project, as well as socioeconomic characteristics and amenities in the surrounding area, please see the project's Development Information Packet here:

<http://austintexas.gov/page/fy-15-16-funding-applications>