Grantee: Detroit, MI

Grant: B-08-MN-26-0004

April 1, 2009 thru June 30, 2009 Performance Report

Grant Number: B-08-MN-26-0004	Obligation Date: 03/25/2009		
Grantee Name: Detroit, MI	Award Date:		
Grant Amount: \$47,137,690.00	Contract End Date:		
Grant Status: Active	Review by HUD: Reviewed and Approved		
QPR Contact: Thomasina Tucker			
Disasters:			
Declaration Number NSP			
Narratives			
Areas of Greatest Need:			
The City of Detroit has one of the highest home foreclosure rates among the nation's largest metropolitan areas. The City has over 67,000 foreclosed properties, 65 percent remain vacant. The foreclosure problem is widespread and touches almost every neighborhood in the city. The City recognizes that the \$47,137,690 NSP allocation must be implemented in a strategic manner to result in the stabilization of neighborhoods most severly impacted by foreclosure and abandonment. The funds have been targeted to nine neighborhoods that were selected based upon the data that showed: over 51 percent of the population in the Census block groups met the low moderate middle income criteria; a high preentage of home foreclosures, a high percentage of homes financed by sub=prime mortagage related loans; and were also identified as likely to face a significant rise in the rate of home foreclosures. The City also aliging this process with othr local stabilization and development efforts.			
Distribution and and Uses of Funds:			
The goals of the City of Detroit Neighborhood Strategy Program are: Continue to implement the City¿s Master Plan to reinforce,revitalize and rebuild targeted neighborhoods; Reduce the vast numbers of vacant properties causing blight and undermining the vitality of neighborhoods; Reverse the decline of neighborhood housing values; Stabilize neighborhoods negatively impacted by foreclosure and abandonment; Eliminate blighted structures to enhance public safety and improve quality of life; Invest in select neighborhoods to achieve greater impact with limited resources especially neighborhoods targeted by LISC, Skillman, the Community Foundation and NDNI; Protect recent investments by public and private partners Attract other public/private financing to leverage NSP funds; Create new jobs and stimulate small business development; Demolish existing structures to accommodate future development or alternative uses.			
Definitions and Descriptions:			
Low Income Targeting:			
Acquisition and Relocation:			
Public Comment:			

Overall	This Report Period	To Date
Total Projected Budget from All Sources	N/A	\$47,137,690.00
Total CDBG Program Funds Budgeted	N/A	\$47,137,690.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Progress Toward Required Numeric Targets

Requirement	Required	To Date
Overall Benefit Percentage (Projected)		0.00%
Overall Benefit Percentage (Actual)		0.00%
Minimum Non-Federal Match	\$0.00	\$0.00
Limit on Public Services	\$7,070,653.50	\$0.00
Limit on Admin/Planning	\$4,713,769.00	\$0.00
Limit on State Admin	\$0.00	\$0.00

Progress Toward Activity Type Targets

Progress Toward National Objective Targets

 National Objective
 Target
 Actual

 NSP Only - LH - 25% Set-Aside
 \$11,784,422.50
 \$19,562,764.00

Overall Progress Narrative:

The City of Detroit Planning and Development Department (PDD) as the lead agency for Neighborhood Stabilization Program (NSP) activities in Detroit, has provided program design and the foundation for upcoming work.

The following activities were researched, analyzed and finally summarized for the NSP amendment submission:

Administration \$4,713,769 Demolition \$14,000,000 Rehabilitation \$13,973,921 **New Construction** \$4,250,000 Disposition \$4,200,000 Acquisition \$4,000,000 Public Improvements \$2,000,000 Total \$47,137,690

PDD staff gathered community input, assembled data and land use planning information to analyze Detroit&rsquos housing stock and available housing markets. This was accomplished by using HUD Real Estate Owned properties, local data sources including real estate owned inventories from various financial institutions, 2008 county tax foreclosures and Michigan Land Bank demolition activities. PDD staff also designed and prepared the substantial amendment and its components using citizen participation data, project criteria, community meeting input, opinions from local stakeholder meetings and internal department meeting decisions etc.

In addition, PDD staff has written a memorandum of understanding with other departments, and has written

Request For Proposals (RFP) for rehabilitation projects. Staff RFP work includes analyses regarding property conditions, public notices, outreach, and community meetings. Property inspections and evaluations have also begun for properties in NSP areas. As part of the national Safe Routes to Schools program, demolition of blighted structures (in collaboration with the State of Michigan Land Bank) has begun in the Osborn NSP area and will begin in the Herman Gardens NSP area shortly.

The initial structure for Detroit Land Bank Authority (DLBA) has been established. As the DBLA Interim Chairman, the PDD director and others have established its core board members and the location. Current board and staff members will continue to set policies and establish procedures necessary to create a working Land Bank. Development division staff continue to identify vacant land parcels and are inspecting current property holdings in NSP areas including abandoned/vacant/foreclosed properties that could be selected for demolition and redevelopment. They are also maintaining a property information database for plannned development (for example, parks, greenways, and tot lots etc.).

The City of Detroit has expended some administrative dollars, but has not drawn funds down from the NSP grant. The expenditures will be reflected in the next quarterly report.

Project Summary

Project #, Project Title	This Report Period	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
9999, Restricted Balance	\$0.00	\$0.00	\$0.00
NSP-01, NSP Acquisition	\$0.00	\$4,500,000.00	\$0.00
NSP-02, NSP Disposition	\$0.00	\$4,950,000.00	\$0.00
NSP-03, NSP-Public Improvements	\$0.00	\$2,000,000.00	\$0.00
NSP-04, NSP Demolition	\$0.00	\$14,000,000.00	\$0.00
NSP-10, NSP Administration	\$0.00	\$4,713,769.00	\$0.00
NSP-12, NSP New Construction	\$0.00	\$4,250,000.00	\$0.00
NSP-14, NSP Rehabilitation	\$0.00	\$13,973,921.00	\$0.00

Activities

Grantee Activity Number: 01 NSP Acq
Activity Title: Acquisition

Activity Category: Activity Status:

Acquisition - general Planned

Project Number: Project Title:

NSP-01 NSP Acquisition

Projected Start Date: Projected End Date:

07/01/2009 03/30/2013

Benefit Type: Completed Activity Actual End Date:

N/A

National Objective: Responsible Organization:

NSP Only - LMMI City of Detroit Planning & Dev Dept

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$661,157.00
Total CDBG Program Funds Budgeted	N/A	\$661,157.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Vacant, abandonded or foreclosed property will be acquired in the nine target areas for rehabilitation, demolition or redevelopment including new construction

Location Description:

location to be determined in the 9 target areas

Activity Progress Narrative:

ACQUISITION

The City of Detroit has started to acquire Wayne County owned property within Detroit city limits. These properties are currently undergoing inspections to determine their ultimate use in stabilizing NSP neighborhoods. Possible uses include rehabilitation, demolition or holding them in the land bank until their best use can be determined. The inital structure for the land bank has been established.

Accomplishments Performance Measures

This Report Period Cumulative Actual Total / Expected

Total Total

of Properties 0 0/350

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found Total Other Funding Sources Grantee Activity Number: 01A NSP ACQ

Activity Title: Landbank Acquisition

Activity Category: Activity Status:

Acquisition - general Planned

Project Number: Project Title:

NSP-01 NSP Acquisition

Projected Start Date: Projected End Date:

09/01/2009 03/30/2013

Benefit Type: Completed Activity Actual End Date:

N/A

National Objective: Responsible Organization:

NSP Only - LMMI City of Detroit Land Bank

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$2,302,305.00
Total CDBG Program Funds Budgeted	N/A	\$2,302,305.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

The Land Bank will acquire abandoned vacant or foreclosed properties for rehabilitation, demolition, redevelopment or new construction

Location Description:

The nine target areas.

Activity Progress Narrative:

ACQUISITION

The City of Detroit has started to acquire Wayne County owned property within Detroit city limits. These properties are currently undergoing inspections to determine their ultimate use in stabilizing NSP neighborhoods. Possible uses include rehabilitation, demolition or holding them in the land bank until their best use can be determined. The initial structure for the Land Bank has been established.

Accomplishments Performance Measures

This Report Period Cumulative Actual Total / Expected

Total Total

of Properties 0 0/50

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found Total Other Funding Sources Grantee Activity Number: 02 NSP Disp
Activity Title: Disposition

Activity Category: Activity Status:

Disposition Planned

Project Number: Project Title:

NSP-02 NSP Disposition

Projected Start Date: Projected End Date:

06/01/2009 03/30/2013

Benefit Type: Completed Activity Actual End Date:

N/A

National Objective: Responsible Organization:

NSP Only - LMMI City of Detroit

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$0.00
Total CDBG Program Funds Budgeted	N/A	\$0.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Maintain properties pending sisposition including legal services, financial services, appraisals, surveys and transfer costs.

Location Description:

Location to be detrmined based upon the acquisition, rehabilitation, or demolition activity in the 9 target areas

Activity Progress Narrative:

DISPOSITION

The City of Detroit has started to write a disposition plan for NSP area properties. The analysis explores the feasibility of property deconstruction in conjunction with demolition activities. The analysis will also explore innovative boarding activities and/or neighborhood patrols. The plan is designed to work with Land Banking activities. The initial structure of the Land Bank has been established.

Accomplishments Performance Measures

	This Report Period	Cumulative Actual Total / Expected
	Total	Total
# of Properties	0	0/800

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found Total Other Funding Sources Grantee Activity Number: 02a NSP Disp

Activity Title: Landbank Disposition

Activity Category: Activity Status:

Disposition Planned

Project Number: Project Title:

NSP-02 NSP Disposition

Projected Start Date: Projected End Date:

09/01/2009 03/30/2013

Benefit Type: Completed Activity Actual End Date:

National Objective: Responsible Organization:

NSP Only - LMMI City of Detroit Land Bank

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$3,897,695.00
Total CDBG Program Funds Budgeted	N/A	\$3,897,695.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Land Bank will maintain vacant, foreclosed, and abandoned NSP properties pending disposition, including leagal services, financial services, appraisals, surveys and transfer costs

Location Description:

Nine Target areas

Activity Progress Narrative:

DISPOSITION

The City of Detroit has started to write a disposition plan for NSP area properties. The analysis explores the feasibility of property deconstruction in conjunction with demolition activities. The analysis will also explore innovative boarding activities and/or neighborhood patrols. The plan is designed to work with Land Banking activities. The initial structure of the Land Bank has been established.

Accomplishments Performance Measures

	This Report Period	Cumulative Actual Total / Expected
	Total	Total
# of Properties	0	0/200

	This Report Period	Cumulative Actual Total / Expected
	Total	Total
# of Housing Units	0	0/200

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: 03 NSP Pub Imp

Activity Title: Public Improvement

Activity Category: Activity Status:

Clearance and Demolition Planned

Project Number: Project Title:

NSP-03 NSP-Public Improvements

Projected Start Date: Projected End Date:

09/01/2009 03/30/2013

Benefit Type: Completed Activity Actual End Date:

National Objective: Responsible Organization:

NSP Only - LMMI City of Detroit Planning & Dev Dept

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$0.00
Total CDBG Program Funds Budgeted	N/A	\$0.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

N/A

Public Improvement activities will assist in stabilizing neighborhoods through the redevelopment of vacant land and parcels where demolition activities have occurred. Planning to landscape approximately 1300 acres of vacant land

Location Description:

Locations to be determined in the nine target areas

Activity Progress Narrative:

PUBLIC IMPROVEMENTS

Staff continue to identify vacant land parcels and are inspecting current property holdings in NSP areas including abandoned/vacant/foreclosed properties that could be selected for demolition and redevelopment. This property information will be used to create an NSP property database for redevelopment activities or identifying properties for land bank management. Planned redevelopment use (for example, parks, greenways, and tot lots etc.) is dependent on stabilization areas chosen during the NSP/HOME Request for Proposal process or during inspections. The ability to assemble demolished properties for redevelopment (from the database) is needed until the land bank is operational.

Accomplishments Performance Measures

This Report Period Cumulative Actual Total / Expected

Total Total

of Properties 0 0/1885

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found Total Other Funding Sources

14

Grantee Activity Number: 04 NSP Demolition

Activity Title: Demolition

Activity Category: Activity Status:

Clearance and Demolition Under Way

Project Number: Project Title:

NSP-04 NSP Demolition

Projected Start Date: Projected End Date:

04/01/2009 03/30/2013

Benefit Type: Completed Activity Actual End Date:

National Objective: Responsible Organization:

NSP Only - LMMI City of Detroit Buildings & Safety Eng

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$16,000,000.00
Total CDBG Program Funds Budgeted	N/A	\$16,000,000.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

N/A

Demolish blighted and abandoned structures

Location Description:

Activity Progress Narrative:

DEMOLITION

The City of Detroit in coordination with the State of Michigan Land Bank, will demolish blighted structures in NSP areas in support of the national &IdquoSafe Routes to School Program&rdquo. Demolitions on the designated Safe Routes have begun in the Osborn NSP area. One hundred demolitions are planned in Osborn and an additional 100 demolitions are planned for the Herman Gardens NSP area. Demolition activities will also support public improvements in designated NSP areas. PDD staff is also exploring the feasibility of deconstruction to create jobs in the wake of NSP area demolitions.

Accomplishments Performance Measures

	This Report Period	Cumulative Actual Total / Expected
	Total	Total
# of Properties	0	0/1400

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: 10 NSP Admin
Activity Title: Administration

Activity Category: Activity Status:

Administration Under Way

Project Number: Project Title:

NSP-10 NSP Administration

Projected Start Date: Projected End Date:

0/04/0000

10/01/2008 03/30/2013

Benefit Type: Completed Activity Actual End Date:

N/A

National Objective:Responsible Organization:N/ACity of Detroit Planning & Dev Dept

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$4,713,769.00
Total CDBG Program Funds Budgeted	N/A	\$4,713,769.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Administration and management of the NSP program

Location Description:

Activity Progress Narrative:

ADMINISTRATION

PDD staff gathered community input, assembled data and land use planning information to analyze Detroit&rsquos housing stock and available housing markets. This was accomplished by using HUD Real Estate Owned properties, local data sources including real estate owned inventories from various financial institutions, 2008 county tax foreclosures and Michigan Land Bank demolition activities. PDD staff also designed and prepared the substantial amendment and its components using citizen participation data, project criteria, community meeting input, opinions from local stakeholder meetings and internal department meeting decisions. PDD staff convened meetings with key stakeholders including Community Development Advocates of Detroit, City Planning Commission, Michigan State Housing Development Authority, Office of Foreclosure Prevention, LISC, Wayne County and financial institutions.

In addition, PDD staff has written a memorandum of understanding with other departments, and helped establish a land bank. The initial structure fo the Detroit Land Bank Authority (DLBA) is has been established. As the DLBA Interim Chairman, the PDD director and others have established its core board members and its location. Within the next six months the following is planned:

- · Adopt by-laws
- · Elect officers
- · Establish various administrative and procurement policies and procedures
- · Establish other functions as needed

Accomplishments Performance Measures

No Accomplishments Performance Measures found.

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found Total Other Funding Sources

No Other Funding Sources Found

Grantee Activity Number: 12 NSP New Construction

Activity Title: New Construction

Activity Category: Activity Status:

Construction of new housing Under Way

Project Number: Project Title:

NSP-12 NSP New Construction

Projected Start Date: Projected End Date:

07/01/2009 03/30/2013

03/30/201

Benefit Type: Completed Activity Actual End Date:
Direct Benefit (Households)

National Objective: Responsible Organization:

NSP Only - LH - 25% Set-Aside City of Detroit Planning & Dev Dept

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$4,578,000.00
Total CDBG Program Funds Budgeted	N/A	\$4,578,000.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Affordable housing projects will be developed for sale, rent, or lease-purchase

Location Description:

Activity Progress Narrative:

NEW CONSTRUCTION

New construction activities are planned in NSP areas needing infill housing to stabilize them. New construction may also be used to develop low-income rental properties. PDD has several Low Income Tax Credit projects, left over and unfunded from 2008 that are requesting HOME or NSP new construction funding. PDD staff is working with the Michigan State Housing Development Authority (MSHDA) to jointly salvage many of these projects. PDD staff will finalize recommendations shortly. In addition, many returned NSP RFPs requested new construction project funding. None of these funding requests have been finalized, however, the PDD director will sign soft reservation/municipal support letters before reviews are completed.

Accomplishments Performance Measures

This Report Period Cumulative Actual Total / Expected

Total Total

of Housing Units

0 0/168

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found Total Other Funding Sources Grantee Activity Number: 14 NSP Rehab Activity Title: Rehabilitation

Activity Category:

Rehabilitation/reconstruction of residential structures

Project Number:

NSP-14

Projected Start Date:

07/01/2009

Benefit Type:

Direct Benefit (Households)

National Objective:

NSP Only - LH - 25% Set-Aside

Activity Status:

Under Way

Project Title:

NSP Rehabilitation

Projected End Date:

03/30/2013

Completed Activity Actual End Date:

Responsible Organization:

City of Detroit Planning & Dev Dept

Overall	Apr 1 thru Jun 30, 2009	To Date
Total Projected Budget from All Sources	N/A	\$14,984,764.00
Total CDBG Program Funds Budgeted	N/A	\$14,984,764.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Rehabilitation of single and multi-family rentals and lease-purchase will benefit individuals/families at or below 50% AMI. 212 total units of single and multi-family housing estimated:

83% or 118 units of single-family housing estimated.

17% or 94 units of multi-family housing estimated

Location Description:

Activity Progress Narrative:

REHABILITATION

of Housing Units

PDD staff developed and issued an NSP advertisement and Notice of Funding Availability for developers/non-profits seeking NSP housing funds. PDD staff also developed and issued a housing rehabilitation Request For Proposals (RFP). The RFPs are currently under review.

Accomplishments Performance Measures

This Report Period Cumulative Actual Total / Expected

Total Total

0 0/212

21

	This	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total Low/	Mod%
# of Total Households	0	0	0	0/0	0/0	0/212	0

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources Amount

No Other Funding Sources Found

Total Other Funding Sources