

## District of Columbia Housing Authority

1133 North Capitol Street, NE Washington, DC 20002-7599 (202) 535-1000

Tyrone Garrett, Executive Director

November 16, 2020

The Honorable Phil Mendelson Chairman Council of the District of Columbia 1350 Pennsylvania Avenue NW, Suite 504 Washington, DC 20004-3003

Dear Chairman Mendelson:

Pursuant to D.C. Official Code § 2-352.02, I have enclosed, for consideration by the Council of the District of Columbia, the Council Contract Summary for the Agreement to Enter into a Long Term Subsidy Contract ("ALTSC") between the District of Columbia Housing Authority ("DCHA") and 2442 MLK, LLC (the "Owner") and the resolution cited as "Local Rent Supplement Program Contract No. 2019-LRSP-06A Approval Resolution of 2020" to approve the ALTSC. DCHA proposes to provide a housing subsidy to the Owner in the amount of \$121,392 annually for a multi-year term of fifteen (15) years, in support of the District's Local Rent Supplement Program ("LRSP") to provide affordable housing units at 2442 MLK Avenue Apartments located at 2442 MLK Jr Avenue, SE.

As always, I am available to discuss any questions you may have regarding the proposed LTSC. In order to facilitate a response to any questions concerning this ALTSC, please have your staff contact me at (202) 535-1513.

I look forward to your favorable consideration of this proposed ALTSC agreement.

Sincerely,

Tyrone Garrett

Executive Director, District of Columbia Housing Authority

Enclosures

TG/hg

cc: Nyasha Smith, Secretary to the Council

Chairman Phil Mendelson at the request of District of Columbia Housing Authority A PROPOSED RESOLUTION IN THE COUNCIL OF THE DISTRICT OF COLUMBIA To approve an agreement to enter into a long-term subsidy contract for 15 years in support of the District's Local Rent Supplement Program to fund housing costs associated with affordable housing units for Contract No. 2019-LRSP-06A with 2442 MLK, LLC for program units at 2442 MLK Avenue Apartments, located at 2442 MLK Jr Avenue, SE. RESOLVED, BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this resolution may be cited as the "Local Rent Supplement Program Contract No. 2019-LRSP-06A Approval Resolution of 2020". Sec. 2. (a) In 2007, the District passed Title II of the Fiscal Year 2007 Budget Support Act of 2006 ("BSA") to provide funding for affordable housing for extremely low-income households in the District. The passage of the BSA created the Local Rent Supplement Program ("LRSP"), a program designed to provide affordable housing and supportive services to extremely low-income District residents, including those who are homeless or in need of supportive services, such as elderly individuals or those with disabilities, through project-based, tenant-based, and sponsored-based LRSP affordable housing units. The BSA provided for the

District of Columbia Housing Authority ("DCHA") to administer the LRSP on behalf of the

District.

- 1 (b) In 2018, the DCHA participated in a request for proposals issued by the District of
- 2 Columbia Department of Housing and Community Development. Of the 34 total proposals
- 3 received, 11 developers were chosen to work with DCHA and other District agencies to develop
- 4 affordable housing and permanent supportive housing units for extremely low-income families
- 5 making zero to 30% of the area's median income, as well as the chronically homeless and
- 6 individuals with mental or physical disabilities. Upon approval of the contract by the Council,
- 7 DCHA will enter into an agreement to enter into a long-term subsidy contract ("ALTSC") with
- 8 the selected housing providers under the LRSP for housing services.
- 9 (c) There exists an immediate need to approve the ALTSC with 2442
- 10 MLK, LLC under the LRSP in order to provide long-term affordable housing units for extremely
- 11 low-income households for units located at 2442 MLK Jr Avenue, SE.
- 12 (d) The legislation to approve the contract will authorize an ALTSC between the District
- of Columbia Housing Authority and 2442 MLK, LLC with respect to the payment of a rental
- subsidy and allows the owner to lease the rehabilitated units at 2442 MLK Avenue Apartments
- and house extremely low-income households with incomes at 30% or less of the area median
- 16 income.
- 17 Sec. 3. Pursuant to section 451 of the District of Columbia Home Rule Act, approved
- 18 December 24, 1973 (87 Stat. 803; D.C. Official Code § 1-204.51), and section 202 of the
- 19 Procurement Practices Reform Act of 2010, effective April 8, 2011 (D.C. Law 18-371; D.C.
- 20 Official Code § 2-352.02), the Council approves the ALTSC with 2442 MLK, LLC to provide
- 21 an operating subsidy in support six (6) affordable housing units in an initial amount not to
- 22 exceed \$121,392 annually.

1	Sec. 4. Transmittal.
2	The Council shall transmit a copy of this resolution, upon its adoption, to the District of
3	Columbia Housing Authority and the Mayor.
4	
5	Sec. 5. Fiscal impact statement.
6	The Council adopts the fiscal impact statement of the Chief Financial Officer as the
7	fiscal impact statement required by section 4a of the General Legislative Procedures Act of 1975
8	approved October 16, 2006 (120 Stat. 2038; D.C. Official Code § 1-301.47a).
9	
10	Sec. 6. Effective date.
11	This resolution shall take effect immediately.