



ARHA REDEVELOPMENT WORK GROUP Alexandria City Hall, City Council Work Room January 16, 2020 5:30 PM – 7:00 PM

MEETING AGENDA

1. Introductions Mayor Justin Wilson

2. Review/Approval of December 16, 2019 Work Group
Meeting Summary

Redevelopment Work Group

3. Department of Planning and Zoning and Office of Karl Moritz and Helen S. McIlvaine Housing Interdepartmental Work Program

4. Ramsey Homes Project Update ARHA Staff

5. Repositioning Process

a. Update on Public Housing Repositioning

Keith Pettigrew and Helen S.

McIlvaine

b. VHDA Consulting Grant for W. Glebe and Old

6. Other Business Redevelopment Work Group

a. Date for next Joint Work Session between City Council, ARHA Board of Commissioners, and Planning Commission

b. February 20, 2020 Work Group meeting topic

Dominion

Attachments: December 16, 2019 Meeting Summary, FY2020 Work Program

Alexandria Redevelopment and Housing Authority Redevelopment Work Group December 16, 2019

MEETING SUMMARY

Participants

Work Group Members

Justin M. Wilson, Mayor, City of Alexandria John Taylor Chapman, Councilman, City of Alexandria Daniel Bauman, Chair, ARHA Board of Commissioners Stephen Koenig, Planning Commission Peter Kleeblatt, ARHA Board of Commissioners

City of Alexandria/Alexandria Redevelopment and Housing Authority (ARHA) Staff

Karl Moritz, Director, Alexandria Department of Planning and Zoning Helen S. McIlvaine, Director, Alexandria Office of Housing Keith Pettigrew, CEO, Alexandria Redevelopment and Housing Authority Mark B. Jinks, City Manager Emily Baker, Deputy City Manager Christina Zechman Brown, Deputy City Attorney Nancy Williams, Department of Planning and Zoning Catherine Miliaras, Department of Planning and Zoning Eric Keeler, Alexandria Office of Housing Kim Cadena, Office of Housing Derek McDaniel, Alexandria Redevelopment and Housing Authority Sarah Scott, Alexandria Redevelopment and Housing Authority Martin Lucero, Alexandria Redevelopment and Housing Authority David Cortiella, Alexandria Redevelopment and Housing Authority

Introductions and Meeting Summary Approval

Mayor Justin Wilson convened the meeting. Introductions were made of Work Group members, City and ARHA staff, and others attending. The Work Group approved the summary of the November 14, 2019 meeting.

ARHA Portfolio Repositioning

Keith Pettigrew provided an update. ARHA is receiving pushback from HUD on the Section 18 applications for James Bland and the Beauregard Scattered Sites. HUD apparently had concerns about whether the units at James Bland really counted as "scattered sites" because they are part of the same development even if they are not contiguous to one another. HUD also stated that the Beauregard units did not fit the Scattered Sites justification because there were 5 instead of 4 contiguous units. ARHA hopes that by providing HUD more information and responses to these concerns they will be able to have the applications approved. If the Section 18 applications are rejected, they will try to RAD those two properties instead. ARHA has a call

scheduled with HUD on December 17, 2019 to discuss the status of the other Section 18 applications.

Overview of Section 18, RAD, and Voluntary Compliance

Sarah Scott made a presentation explaining the different repositioning options ARHA has for its properties and how they compare to one another in application requirements and financial impacts on properties. Mayor Wilson asked about the Section 18 application requirements, specifically the justifications required for a successful application. Ms. Scott and David Cortiella explained the requirements and HUD's minimum standards for each justification. Helen McIlvaine asked if a City declaration that a property was obsolete would be enough to meet HUD's obsolescence justification and Mr. Cortiella replied that no, only HUD could determine if a property met the obsolescence standard. Ms. Scott then continued her presentation and discussed why using Section 18 was better for properties from a financial standpoint than converting the properties to RAD.

Strategies, Tools, and Resources to Preserve Properties

Ms. Scott shifted the focus of her presentation to ARHA properties with LIHTC restrictions expiring within the next five years and the actions required before ARHA would be able to resyndicate each property. The Mayor asked what restrictions existed on the LIHTC properties in case ARHA wanted to pursue alternate strategies for redevelopment, such as bundling properties to provide greater financial leverage. Mr. Cortiella stated the largest restriction would be that each property has a different land owner. The Mayor, Ms. McIlvaine, and Mr. Cortiella then had a discussion on LIHTC applications, timing, and investor buy-outs.

Ramsey Homes Redevelopment Project Update

Construction at Ramsey Homes continues. Walls have been erected and framing is anticipated in February 2020. ARHA is meeting with a third-party property management company in February 2020 and occupancy is anticipated to begin in July 2020.

Other Business

The topic of the next meeting is the P&Z/Housing Interdepartmental Work Plan. Mayor Wilson asked that ARHA and City staff collaborate to add potential ARHA projects to the Work Plan timeline so the City could better plan for future ARHA budget requests. Karl Moritz replied he would be happy to add the projects as soon ARHA provided him with information on possible future developments.

The next ARHA Redevelopment Work Group meeting will be on Thursday, January 16 at 5:30pm.