

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING THE DONATION OF CITY-OWNED PROPERTY TO PULASKI COUNTY NEIGHBORHOOD ALLIANCE FOR HABITAT FOR THE PURPOSE OF PROVIDING AFFORDABLE HOUSING FOR LOW INCOME RESIDENTS; AND FOR OTHER PURPOSES.

WHEREAS, the City of North Little Rock, Arkansas (“City”) purchased property at 504 West 51st Street (the “Subject Property”) through the HUD \$1 Home Sales to Local Governments Program in 2002 and thereafter donated the property to Arkansas Supportive Housing Network, Inc. pursuant to Resolution No. 6370 adopted August 12, 2002; and

WHEREAS, CDBG funded \$35,000 for work on the Subject Property in 2005, and Arkansas Supportive Housing Network, Inc. was required to use the Subject Property as transitional housing for the homeless for a five-year period and thereafter entered into a lease agreement with GAIN, Inc. for that purpose; and

WHEREAS, in 2009 (during the 4th year into the agreement), Arkansas Supportive Housing Network, Inc. went out of business and quitclaimed the Subject Property back to the City; and

WHEREAS, on June 8, 2009, Resolution No. 7481 was adopted authorizing a lease agreement between the City and GAIN, Inc. for the provision of interim housing and rehabilitative services to individuals with mental illness, said lease agreement terminating in July of 2016; and

WHEREAS, the use of the Subject Property is limited to those purposes specifically allowed under the CDBG program, but requires proper management and significant repairs to fulfill those purposes; and

WHEREAS, given its use restrictions and current condition, the Subject Property presents greater liability than value to the City; and

WHEREAS, the federal Department of Housing and Urban Development has agreed that the City may donate the Subject Property to Pulaski County Neighborhood Alliance for Habitat, a nonprofit corporation organized under section 501(c)(3) of the IRS code, for affordable housing; and

WHEREAS, the City must abate asbestos that is present inside the Subject Property prior to completing the donation.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NORTH LITTLE ROCK, ARKANSAS:

SECTION 1: That the Mayor and City Clerk are hereby authorized to execute such documents as may be deemed advisable or necessary to donate certain real property located at 504 West 51st Street to Pulaski County Neighborhood Alliance for Habitat, consistent with the approval provided by the federal Department of Housing and Urban Development.

SECTION 2: That funding for transactional and closing costs as are customarily assigned to the grantee of real property are hereby appropriated from the General Fund. The City Attorney will approve all documents prior to execution.

SECTION 3: That prior to completion of the donation, asbestos on the Subject Property will be abated by the City.

SECTION 4: That this Resolution shall be in full force and effect from and after its passage and approval.

PASSED:

APPROVED:

Mayor Joe A. Smith

SPONSOR:

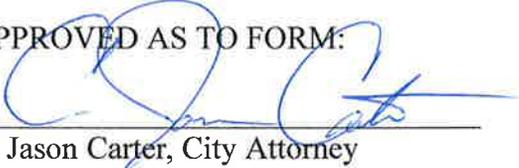
ATTEST:



Mayor Joe A. Smith

Diane Whitbey, City Clerk

APPROVED AS TO FORM:



C. Jason Carter, City Attorney

PREPARED BY THE OFFICE OF THE CITY ATTORNEY/b

FILED <u>11:45</u> A.M. _____ P.M.
By <u>Jason Carter</u>
DATE <u>12/20/16</u>
Diane Whitbey, City Clerk and Collector North Little Rock, Arkansas
RECEIVED BY <u>Diane Whitbey</u>