CITY OF HOUSTON

Housing & Community Development Department

Annise D. Parker

Mayor

Neal Rackleff
Director
601 Sawyer Street
Houston, Texas 77007
T. (713) 868-8300
F. (713) 868 8414
www.houstonhousing.org

July 15, 2012

Sandra H. Warren, Director
U.S. Department of Housing and Urban Development
Houston Field Office, Region VI
Office of Community Planning & Development
1301 Fannin Street, Suite 2200
Houston, TX 77002

RE: Neighborhood Stabilization Program 1 Monthly Reporting: DRGR Reporting for June 2012

Dear Ms. Warren:

On March 26, 2009, the Department of Housing and Urban Development (HUD) executed the City of Houston, Housing and Community Development Department (HCDD) Neighborhood Stabilization Program (NSP) grant agreement.

In reference to NSP requirements pertaining to *Quarterly* and *Monthly* reporting in the Federal Register at pg. 58341,(O)(b)(i), the following reporting requirements are presented for June 2012 monthly reporting period:

- HCDD has awarded $3,385,549 in NSP funds for single-family rehabilitation. HCDD designated $3,385,549 to four non-profit organizations to acquire, rehabilitate, and redevelop and sell these foreclosed properties at affordable prices. HCDD obligated $3,385,549 in DRGR, which is 100% of the single family budget. These agencies are currently in the construction process. We expended $1,695,885 of NSP funds for these single family properties. Single family productivity with some of our partners has become slow. We are in the process of amending their contracts which will help them in selling their unsold homes. Fourteen houses have been built and sold. Seven houses have been completed and not sold. Two houses are under construction. Three houses have been acquired.
- HCDD proposed to the Housing Committee to reallocate $1,194,000 of unused funds to demolition activity. HCDD has produced a public notice and are in the process of amending the action plan to reflect this demolition activity.
- HCDD obligated $8,802,425 in DRGR (100% of the multifamily budget) in NSP funds to the National Farm Workers Service Center (NFWSC) (now known as the Cesar Chavez Foundation) for a multifamily acquisition and rehabilitation of the Zollie Scales Apartments. HCDD provided funding for the acquisition of the apartments on November 23, 2010. HCDD expended $3,224,131 of NSP funds for the acquisition and rehabilitation of this multifamily property. The construction phase began on January 18, 2012. Rehabilitation continues to move at a good pace. The developer anticipates moving tenants into some of the new completed units in July.
- The City drew down $591,074 in NSP Funds for administration out of the current $1,354,219 administration budget.

If you have any questions, please call me at 713-868-8305 or you may contact Derek Sellers, our department's HUD liaison, at 713-868-8428.

Sincerely,

Neal Rackleff
Director

Council Members: Helena Brown Jerry Davis Ellen R. Cohen Wanda Adams Mike Sullivan Al Hoang Oliver Pennington Edward Gonzalez
James G. Rodriguez Mike Laster Larry V. Green Stephen C. Costello Andrew C. Burks, Jr. Melissa Noriega C.O. "Brad" Bradford Jack Christie
Controller: Ronald C. Green