

Grantee: Arlington, TX

Grant: B-08-MN-48-0001

January 1, 2010 thru March 31, 2010 Performance Report

Grant Number:

B-08-MN-48-0001

Obligation Date:**Grantee Name:**

Arlington, TX

Award Date:**Grant Amount:**

\$2,044,254.00

Contract End Date:**Grant Status:**

Active

Review by HUD:

Submitted - Await for Review

QPR Contact:

No QPR Contact Found

Disasters:

Declaration Number

NSP

Plan Description:

AREAS OF GREATEST NEED: The map of the area of greatest needs is located on the City of Arlington website at: <http://www.arlingtontx.gov/housing/pdf/NSP%20Target%20area%20map.pdf>. It is referred to as Attachment A in the Action Plan. Attachment A, the map, identifies the areas of greatest need within the city of Arlington. Data used to identify these areas consisted of an analysis of the following: 1) Actual foreclosures for the prior six month period; 2) Vacant foreclosures based on utility shut off records; 3) Census block groups with high foreclosure abandonment risk based on decline in home values, high cost loans issued from 2004-2006, unemployment rate, and vacant residential addresses as of June 2008; and 4) Census block groups with 51 percent or more of the residents earning less than 120 percent of Area Median Income. In general, the areas of greatest need include East Central Arlington and Southeast Arlington. Additional targeting at the neighborhood level will occur as additional detailed foreclosure data is analyzed. **DISTRIBUTION AND USES OF FUNDS:** The City of Arlington will distribute NSP funds to the areas of greatest need as illustrated on the map in Attachment A and the budget in this action plan. Data used to develop this map consisted of components identified within the three need categories in the NSP guidelines: Areas within Arlington that have the greatest percentage of home foreclosures, the highest percentage of homes financed by a sub-prime mortgage related loan, and areas within Arlington that are likely to face an increase in home foreclosures. Activities performed under NSP will be targeted to meet the identified areas of greatest need as presented in Attachment A. Targeted census tracts include 1221.00, 1229.00, 1115.22, 1115.24, 1115.43, 1115.41, and 1115.14. The map in Attachment A includes data from the following sources, provided on the HUD website: Office of Federal Housing Enterprise Oversight (OFHEO), Federal Reserve Home Mortgage Disclosure Act (HMDA), Labor Department, and United States Postal Service. **DEFINITIONS AND DESCRIPTIONS:** (1) Definition of blighted structure in context of state or local law. Response: The City of Arlington will define blighted structure as a property that is deteriorated, deteriorating or otherwise determined to be a substandard structure that constitutes a threat to human health, safety, and/or public welfare. (2) Definition of affordable rents. Note: Grantees may use the definition they have adopted for their CDBG program but should review their existing definition to ensure compliance with NSP program specific requirements such as continued affordability. Response: In the event that activities involving rental units are carried out as part of this grant, the City of Arlington will adopt the HOME affordable rent standards located at 24 CFR 92.252(a) (c) and (f). (3) Describe how the grantee will ensure continued affordability for NSP assisted housing. Response: For the purposes of homeownership, the City of Arlington will adopt the HOME affordability requirements located at 24 CFR 92.254 which will be imposed through deed restrictions and will ensure affordability by imposing recapture requirements as defined in the City of Arlingtons Consolidated Plan. Homeownership Assistance Minimum Affordability Period in Years Under \$15,000 5 \$15,000 to \$40,000 10 Over \$40,000 15 (4) Describe housing rehabilitation standards that will apply to NSP assisted activities. Response: For the purposes of housing rehabilitation activities performed in the NSP grant, the City of Arlington will adopt the housing rehabilitation standards utilized in its CDBG and HOME funded Housing Rehabilitation Program. The housing rehabilitation standards require dwelling units to meet applicable local code.

Recovery Needs:

LOW INCOME TARGETING: The City of Arlington will designate a minimum of \$511,064 (25%) of NSP funds to

benefit individuals or families at or below 50% of Area Median Income (AMI). Activities will include the purchase and redevelopment of abandoned or foreclosed homes or residential properties for housing individuals or families whose incomes do not exceed 50% of AMI.

ACQUISITIONS & RELOCATIONS: The City of Arlington will only acquire or demolish foreclosed homes which are vacant and have been vacant for at least 90 days.

PUBLIC COMMENT: The following is a summary of comments received from interested parties during NSP planning sessions in October and November 2008 and the City's response.

1. Recommended Levels of Homebuyer Assistance:

For homebuyers making less than 50% of Area Median income (e.g., \$32,400 for a 4 person household) the following levels of assistance are recommended:

Down Payment/Closing Cost assistance \$20,000
 Housing Rehabilitation Up to \$24,500

For homebuyers making less than 120% of area median income, (e.g., \$77,500 for a 4-person household) the following levels of assistance are recommended:

Down Payment/Closing Cost assistance \$10,000
 Housing Rehabilitation up to \$24,500*

*with the expectation that actual housing rehabilitation assistance will average \$5,000 to \$8,000 per unit

2. Miscellaneous Comments:

- After 1/1/09 FHA requires purchasers to make a down-payment of at least 3.5%
- FHA permits the seller to contribute 6% of the purchase price for closing costs
- One appraiser and one loan provider requested to be added to the NSP bidders list

3. Challenges:

- The requirement to appraise the home within 60-days prior to the offer to purchase will be difficult
- Closing on a home that requires rehabilitation work to be performed
- Critical need to educate / inform realtors about the availability of the NSP program and how it works so they can inform their clients.
- Due to tightening and continual change of underwriting standards it is increasingly more difficult for purchasers to qualify for a mortgage. As a result, we desire not to be restrictive, but may need to identify and work with two or three willing lenders to make loans to NSP clients

The City of Arlington compiled citizen comments and included feedback in the development of the NSP plan. The City responded to the citizens by agreeing to provide additional information about the NSP program to local citizens, realtors and lenders as requested. Individuals requesting to be put on the NSP bidders list were added to the list.

Overall	This Report Period	To Date
Total Projected Budget from All Sources	N/A	\$4,088,508.00
Total CDBG Program Funds Budgeted	N/A	\$2,044,254.00
Program Funds Drawdown	\$745,109.02	\$1,067,797.49
Obligated CDBG DR Funds	\$379,831.28	\$1,297,524.73
Expended CDBG DR Funds	\$677,376.90	\$1,089,637.16
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
Minimum Overall Benefit Percentage	99.99%	76.00%
Minimum Non-Federal Match	\$0.00	\$0.00
Limit on Public Services	\$306,638.10	\$0.00
Limit on Admin/Planning	\$204,425.40	\$118,185.30
Limit on State Admin	\$0.00	\$0.00

Progress Toward Activity Type Targets

Progress Toward National Objective Targets

Overall Progress Narrative:

Through 3/31/10, the City has obligated 63% of its NSP allocation and expended 53%.

As of this date, 4/23/10, the City has obligated 76% of all NSP funds.

The City has identified properties for acquisition / rehabilitation / resale and acquisition / demolition / resale to fully utilize all funding.

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
ADMIN, Administration	\$19,091.81	\$204,424.00	\$109,764.48
NSPADR001, Acquisition/Demo/Redevelopment	\$0.00	\$265,753.00	\$0.00
NSPAR01, Acquisition Rehab	\$348,269.11	\$735,932.00	\$348,269.11
NSPHA001, Homebuyer Assistance	\$377,748.10	\$838,145.00	\$609,763.90

Activities

Grantee Activity Number:	ADMIN
Activity Title:	Administration

Activity Category:

Administration

Project Number:

ADMIN

Projected Start Date:

03/01/2009

National Objective:

N/A

Activity Status:

Planned

Project Title:

Administration

Projected End Date:

07/30/2013

Responsible Organization:

City of Arlington

Overall

Jan 1 thru Mar 31, 2010

To Date

Total Projected Budget from All Sources	N/A	\$408,848.00
Total CDBG Program Funds Budgeted	N/A	\$204,424.00
Program Funds Drawdown	\$19,091.81	\$109,764.48
Obligated CDBG DR Funds	\$0.00	\$204,424.00
Expended CDBG DR Funds	\$27,329.73	\$118,185.30
City of Arlington	\$27,329.73	\$118,185.30
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Administration and monitoring of Neighborhood Stabilization Program activities.

Location Description:

Administration

Activity Progress Narrative:

Performance Measures

No Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
Neighborhood Stabilization Program	\$204,424.00
Total Other Funding Sources	\$204,424.00

Grantee Activity Number: ADR-001

Activity Title: Acquisition/Demolition/Redevelopment

Activity Category:

Clearance and Demolition

Activity Status:

Planned

Project Number:

NSPADR001

Project Title:

Acquisition/Demo/Redevelopment

Projected Start Date:

03/01/2009

Projected End Date:

07/30/2013

National Objective:

NSP Only - LMMI

Responsible Organization:

City of Arlington

Overall	Jan 1 thru Mar 31, 2010	To Date
Total Projected Budget from All Sources	N/A	\$531,506.00
Total CDBG Program Funds Budgeted	N/A	\$265,753.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$0.00	\$0.00
Expended CDBG DR Funds	\$350.00	\$350.00
City of Arlington	\$350.00	\$350.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

The areas of greatest need will be targeted for activities that have the expected benefit of providing homebuyer assistance to an income qualified persons for an affordable housing unit, or for development of public facilities such as a pocket park in a low income neighborhood.

Location Description:

Housing units for demolition will be targeted in areas of greatest need as illustrated in the target map shown in the City of Arlington's NSP Substantial Amendment, Attachment A. These are the highest risk census block groups located in East Central and Southeast Arlington. The City reserves the option to add or amend target areas based upon additional information.

Activity Progress Narrative:

During the quarter ended 3/31/10, the City of Arlington submitted a conditional offer to acquire 2 foreclosed properties. One property will be scheduled to close pending completion of environmental review procedures. Funds to be expended for the acquisition are \$24,600. The property is located at 3107 Selfridge Drive. The second property, 1822 E. Mitchell, is awaiting acceptance of the City's offer.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	1	0/0	0/0	1/2

Activity Locations

Address	City	State	Zip
3107 Selfridge Drive	Arlington	NA	76014

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
Neighborhood Stabilization Program	\$265,753.00
Total Other Funding Sources	\$265,753.00

Grantee Activity Number: AR-120-001

Activity Title: Acquisition Rehab<120

Activity Category:

Acquisition - buyout of residential properties

Activity Status:

Planned

Project Number:

NSPAR01

Project Title:

Acquisition Rehab

Projected Start Date:

03/01/2009

Projected End Date:

07/30/2013

National Objective:

NSP Only - LMMI

Responsible Organization:

City of Arlington

Overall

Jan 1 thru Mar 31, 2010

To Date

Total Projected Budget from All Sources	N/A	\$1,063,012.00
Total CDBG Program Funds Budgeted	N/A	\$531,506.00
Program Funds Drawdown	\$275,854.68	\$275,854.68
Obligated CDBG DR Funds	\$275,854.68	\$275,854.68
Expended CDBG DR Funds	\$275,578.68	\$275,928.68
City of Arlington	\$275,578.68	\$275,928.68
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Areas of greatest need include highest risk census blocks in East Central Arlington and Southeast Arlington. The expected benefit to income qualified persons is homebuyer assistance for an affordable housing unit. Three units housing units are anticipated to be assisted with NSP funds and an additional four units through the use of program income.

Location Description:

Acquisition and rehabilitation will be targeted in areas of greatest need as illustrated in the target map shown in the City of Arlington's NSP Substantial Amendment, Attachment A. The City reserves the option to add or amend target areas based upon additional information.

Activity Progress Narrative:

In February 2010, the City acquired property located at 600 Squaw Creek Court. Bids for rehabilitation have been received and completion is expected within 90 days. Also during this quarter, the City's offer to acquire three additional properties was accepted. Closing is anticipated during the next reporting period; commitment for acquisition will be \$176,000. The properties will be rehabilitated and resold to income eligible households.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of housing units	0	0	1	0/0	0/0	1/7

Activity Locations

Address	City	State	Zip
600 Squaw Creek	Arlington	NA	76018

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
Neighborhood Stabilization Program	\$531,506.00
Total Other Funding Sources	\$531,506.00

Grantee Activity Number:	AR-50-001
Activity Title:	Acquisition Rehab <50

Activity Category:

Acquisition - buyout of residential properties

Project Number:

NSPAR01

Projected Start Date:

03/01/2009

National Objective:

NSP Only - LH - 25% Set-Aside

Activity Status:

Planned

Project Title:

Acquisition Rehab

Projected End Date:

07/30/2013

Responsible Organization:

City of Arlington

Overall	Jan 1 thru Mar 31, 2010	To Date
Total Projected Budget from All Sources	N/A	\$408,852.00
Total CDBG Program Funds Budgeted	N/A	\$204,426.00
Program Funds Drawdown	\$72,414.43	\$72,414.43
Obligated CDBG DR Funds	\$72,414.43	\$72,414.43
Expended CDBG DR Funds	\$72,414.43	\$72,414.43
City of Arlington	\$72,414.43	\$72,414.43
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

The expected benefit to income qualified persons is homebuyer assistance for an affordable housing unit. Two units will be funded directly with NSP funding. An additional 5 are anticipated to be created with program income.

Location Description:

Acquisition and rehabilitation activities will be targeted in areas of greatest need as identified in Attachment A of the NSP Substantial Amendment. Areas include highest risk census block groups in East Central Arlington and Southeast Arlington.

Activity Progress Narrative:

In January 2010, the City acquired four foreclosed town house units. Bids for rehabilitation of the units have been received and work is anticipated to be completed within 90 days. At that time, the units will be sold to income eligible households earning under 50% of AMI.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of housing units	0	0	4	0/0	0/0	4/7

Activity Locations

Address	City	State	Zip
418 Central Park - A	Arlington	NA	76014
418 Central Park - D	Arlington	NA	76014
418 Central Park - B	Arlington	NA	76014
418 Central Park - C	Arlington	NA	76014

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
Neighborhood Stabilization Program	\$204,426.00
Total Other Funding Sources	\$204,426.00

Grantee Activity Number: HA-120-001

Activity Title: Homebuyers' Assistance <120

Activity Category:

Homeownership Assistance to low- and moderate-income

Activity Status:

Planned

Project Number:

NSPHA001

Project Title:

Homebuyer Assistance

Projected Start Date:

03/01/2009

Projected End Date:

07/30/2013

National Objective:

NSP Only - LMMI

Responsible Organization:

City of Arlington

Overall

Jan 1 thru Mar 31, 2010

To Date

Total Projected Budget from All Sources	N/A	\$1,063,012.00
Total CDBG Program Funds Budgeted	N/A	\$531,506.00
Program Funds Drawdown	\$239,860.20	\$396,905.00
Obligated CDBG DR Funds	(\$57,510.11)	\$453,059.34
Expended CDBG DR Funds	\$186,847.06	\$381,539.06
City of Arlington	\$186,847.06	\$381,539.06
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Homebuyer assistance will be provided to qualified, income-eligible households for the homes acquired and rehabilitated in the highest risk census tracts identified in the location description. The expected benefit to income-qualified persons is homebuyer assistance for an affordable housing unit.

Location Description:

Homebuyer assistance will be targeted in areas of greatest need as illustrated in the target map shown in the City of Arlington's NSP Substantial Amendment, Attachment A. These are the highest risk census block groups located in East Central and Southeast Arlington. The City reserves the option to add or amend target areas based upon additional information.

Activity Progress Narrative:

As of March 31, 2010, thirteen homes were purchased by income eligible homebuyers in this activity. Four of these properties were purchased during this reporting period and rehabilitation work remains in progress on these homes. Applications continue to be accepted for the remaining funds in this activity. At present, one activity is being underwritten for eligibility.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Households benefitting	0	4	4	0/0	13/17	13/17

Activity Locations

Address	City	State	Zip
1504 Sanibel Drive	Arlington	NA	76018
6708 Ambercrest Drive	Arlington	NA	76002
1052 Enfilar Lane	Arlington	NA	76017

805 Wyndham Place	Arlington	NA	76017
5301 Osage Drive	Arlington	NA	76018
6708 Kinross Drive	Arlington	NA	76018
501 Sussex Drive	Arlington	NA	76014
1727 Triumph Trail	Arlington	NA	76002
6405 Juliette Run	Arlington	NA	76002
308 Kalmia Drive	Arlington	NA	76018
6415 Plainview Drive	Arlington	NA	76018
415 Lemon Street	Arlington	NA	76017
6003 Fenwick Drive	Arlington	NA	76018

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
Neighborhood Stabilization Program	\$531,506.00
Total Other Funding Sources	\$531,506.00

Grantee Activity Number:	HA-50-001
Activity Title:	Homebuyers' Assistance <50

Activity Category:

Homeownership Assistance to low- and moderate-income

Activity Status:

Planned

Project Number:

NSPHA001

Project Title:

Homebuyer Assistance

Projected Start Date:

03/01/2009

Projected End Date:

07/30/2013

National Objective:

NSP Only - LH - 25% Set-Aside

Responsible Organization:

City of Arlington

Overall	Jan 1 thru Mar 31, 2010	To Date
Total Projected Budget from All Sources	N/A	\$613,278.00
Total CDBG Program Funds Budgeted	N/A	\$306,639.00
Program Funds Drawdown	\$137,887.90	\$212,858.90
Obligated CDBG DR Funds	\$89,072.28	\$291,772.28
Expended CDBG DR Funds	\$114,857.00	\$241,219.69
City of Arlington	\$114,857.00	\$241,219.69
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Homebuyer assistance will be provided to qualified, income-eligible households for the homes acquired and rehabilitated in the highest risk census block groups identified in the location description. In addition, other foreclosed homes across the City, depending upon price, will also be available to very low income individuals such as the Family Self-Sufficiency Program, Safe Haven Domestic Violence Shelter, and transitional housing programs for homeless persons. The expected benefit to income-qualified persons is homebuyer assistance for an affordable housing unit.

Location Description:

Homebuyer assistance will be targeted in areas of greatest need as illustrated in the target map shown in the City of Arlington's NSP Substantial Amendment, Attachment A. These are the highest risk census block groups located in East Central and Southeast Arlington. The City reserves the option to add or amend target areas based upon additional information.

Activity Progress Narrative:

During this reporting period, two properties have been purchased by homebuyers whose incomes are under the 50% 50 area median income limit. As of this date, these properties have been rehabilitated and the families have moved into their properties. Program to date, six properties have been acquired and rehabilitated. One new potential homebuyer has been identified and is in the early stage of application.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Households benefitting	2	0	2	6/8	0/0	6/8

Activity Locations

Address	City	State	Zip
807 Bracken Place	Arlington	NA	76017
6716 Hillgreen Drive	Arlington	NA	76002

5304 Yaupon Place	Arlington	NA	76018
702 Salsbury Circle	Arlington	NA	76018
522 Angelina Drive	Arlington	NA	76018
6105 Tidewater Drive	Arlington	NA	76018

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
Neighborhood Stabilization Program	\$306,639.00
Total Other Funding Sources	\$306,639.00
