

## Housing and Redevelopment Authority Resolution

15 West Kellogg Blvd. Saint Paul, MN 55102 651-266-9200

H2025-011

Sponsor: Community & Economic Development Meeting Date: 7/1/2025

Title: Obligation of Housing and Redevelopment Authority Levy for File Number: 2025-242

2025 Housing Development Projects

## **Background and Rationale:**

Ramsey County has an urgent and evident need for affordable housing, especially for individuals and families with household incomes less than 30% of the area median income (AMI). According to Ramsey County's Economic Competitiveness and Inclusion (ECI) Plan, the county has a deficit of 15,000 units affordable to those at 30% AMI or below. The lack of affordable housing supply leads to greater housing instability for residents and exacerbates the county's ongoing homelessness crisis.

On June 22, 2021, the Housing Redevelopment Authority (HRA) approved the area of operation for the HRA levy, which includes the entire county except the city of North Saint Paul. As determined by state statute, HRA levy funding can be used for the preservation and development of affordable housing, redevelopment activities or blight removal.

To obligate HRA levy funds for this use, private, non-profit and governmental developers were encouraged to apply to the competitive 2025 Housing Development Solicitation which was published on April 25, 2025, and responses were due on May 29, 2025. The 2025 Housing Development Solicitation was modeled after Ramsey County's previous solicitations and the existing process for obligating funding from the U.S. Department of Housing and Urban Development (HUD). Ramsey County marketed the solicitation on the Ramsey County website, through the Community & Economic Development (CED) newsletter, an in-person community meeting, and direct outreach to partner organizations and municipalities.

A total of 47 eligible applications were received, staff reviewed and scored each application. Ten projects totaling \$6,152,025 are recommended for HRA levy awards and will be funded with \$4,500,000 of 2025 HRA levy funds and \$1,652,025 of reallocated HRA levy funds from previous years. In 2022, \$495,000 of HRA levy funds was awarded to the Canalbrook Townhomes proposal by Rondo Community Land Trust for the new construction of affordable owner-occupied units. In 2023 and 2024 \$1,157,025 was awarded to the Amber Flats proposal by Buhl Investors. The developers of these projects decided not to move forward with the award and the award will be reallocated to projects from this solicitation that have existing awards and have a remaining funding gap.

All projects will be funded in a manner consistent with federal and local regulations and requirements in a form approved by Finance and the County Attorney's Office. A declaration will be recorded against each property's title that requires rental affordability for 30 years. Affordability will be monitored through an annual compliance review to ensure that property owners are maintaining rental limits at 30% AMI.

The following projects are recommended for HRA levy funding:

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Summary of Proposed Distribution of HRA Levy Funds for 2025 Housing Development Projects

University 40, Outlaw Development (Saint Paul) \$400,000
Rice Line Crossing, 651 Sustainable LLC (Saint Paul) \$400,000
Aragon, Beacon Interfaith (Saint Paul) \$450,400

VEER, GRO LLC (Saint Paul) \$1,000,000

Hamm's Brewery East End, JB Vang (Saint Paul) \$1,151,625

F2F@Arcade, Face 2 Face (Saint Paul) \$500,000
Larpenteur Senior, MWF Properties (Falcon Heights) \$1,070,000
Roseville Community Land Trust, Roseville EDA (Roseville) \$620,000

Homeowner Initiated Program,

Rondo Community Land Trust (Suburban Ramsey County) \$360,000

Duluth St. New Construction,

Twin Cities Habitat for Humanity (Maplewood) \$200,000

Total Uses: \$6,152,025

Sources of Funds

2025 HRA Levy Funds \$4,500,000

Reallocation of Levy Funds \$1,652,025

Total Sources: \$6,152,025

Additional information on each project can be found in the attachment titled "Narrative Project Descriptions."

## Recommendation:

The Ramsey County Housing and Redevelopment Authority resolved to:

- 1. Approve the obligation of Housing and Redevelopment Authority levy for recommended projects and funding amounts for the preservation and construction of affordable housing in the amount of \$6,152,025.
- Authorize the County Manager to enter into the necessary loan or other agreements and execute amendments to loan or other agreements in a manner consistent with local regulations and requirements, in form approved by the County Attorney's Office.

A motion to approve was made by Commissioner Ortega, seconded by Commissioner Miller. Motion passed.

Aye: - 6: Jebens-Singh, McGuire, McMurtrey, Miller, Ortega, and Xiong

Excused: - 1: Moran

Jason Yang, Interim Chief Clerk - County

Board