

GRANT ANALYSIS FORM AND BUDGET
OPERATING AND CAPITAL GRANT PROJECTS/PROGRAMS

Department/Division: Dept. of City Development and Dept. of Neighborhood Services

Contact person and phone number: Martha Brown, DCD, ext. 5810

Category of request: New grant (Common Council File No. 160956)

Project/Program Title: Milwaukee Employment/Rehabilitation Initiative

Grantor Agency: Wisconsin Dept. of Financial Institutions

Grant application date: August 2016 Anticipated award date: December 2016

Description of Grant Project/Program (include target locations and population)

This grant is being provided as part of the State of Wisconsin's response to unrest in Milwaukee's Sherman Park neighborhood in August 2016. The grant will subsidize the demolition and rehabilitation of residential properties. The majority of rehabilitation expenditures will be in the greater Sherman Park neighborhood, bounded by W. Capitol Dr., W. Lloyd St., N. 60th St. and N. 20th St. Demolition funds will be spent throughout the city of Milwaukee.

DCD will re-grant the state funds to non-profit and for-profit housing developers that agree to purchase and renovate no fewer than five and no more than 50 vacant City-owned tax foreclosed properties. Developers will be eligible to receive a maximum reimbursement of rehabilitation expenses of \$10,000 per property, provided that at least one unemployed or underemployed individual has worked full-time on the renovation of the property. Developers must present a certificate of code compliance issued by DNS and wage documentation in order to be reimbursed.

Relationship to Citywide strategic goals and departmental objectives

This grant will assist the Depts. of City Development and Neighborhood Services to address blight through the renovation of City-owned, vacant, tax-foreclosed residential properties and the demolition and deconstruction of residential properties with raze orders. Such activity is part of the City's Strong Neighborhoods Program.

Need for grant funds

These funds supplement funds allocated in the City budget to address blight through rehabilitation of City-owned houses and demolition of houses with raze orders. City and CDBG funds will provide a match to the State funds used for demolition projects.

Results measurement/progress report

At the end of the grant period, DCD and DNS will report the following data:

- 1) Number and location of City-owned houses impacted by renovation assisted by the grant.
- 2) Number and location of residential properties demolished or deconstructed with financial assistance provided by the grant.

Per the Memorandum of Understanding between the City and DFI, funds must impact at least 200 properties. No more than \$10,000 of DFI funds may be spent at any single property.

Grant period, timetable and program phase-out plan

Grant funding will be available until June 1, 2018. By this date, all funds must be expended and the City must submit reimbursement requests to the DFI by this date.

Provide a list of subgrantees

DCD will use a Request for Proposal process to identify development partners.

DNS will use standard City bidding practices to hire contractors to undertake housing demolition and deconstruction activity.

GRANT BUDGET

Amount	Expenditure
\$1,000,000	Rehabilitation of 100 houses 100 grants to developers @ \$10,000/house
\$1,000,000	Demolition or deconstruction of properties 100 houses @ \$10,000/house