

# City of Austin



# Recommendation for Action

File #: 20-1510, Agenda Item #: 16.

3/12/2020

## Posting Language

Approve an ordinance waiving requirements of City Code Chapter 14-3 and authorizing negotiation and execution of all documents necessary or desirable to provide relocation assistance and authorize the payment of relocation funds to the tenants located at 2711 South Interstate Highway 35 in an amount not to exceed \$320,000.

# Lead Department

Office of Real Estate Services.

#### Fiscal Note

Funding in the amount of \$320,000 is available from the Fiscal Year 2020 Neighborhood Housing and Community Development Department Operating Budget and the Housing Trust Fund Operating Budget.

## Prior Council Action:

January 31, 2019, Council approved Resolution 20190131-078 relating to a pilot project to provide immediate shelter and support services for those experiencing homelessness on a 10-0 vote. Council Member Flannigan was off the dais.

June 6, 2019, Council approved Resolution 20190606-049 relating to implementing the responses directed in Council Resolution No. 20190131-078, including taking all actions necessary to implement the provision of immediate shelter structure(s) and services on a 10-0 vote. Council Member Harper-Madison was off the dais.

November 14, 2019 Council approved acquisition of the Rodeway Inn located at 2711 South Interstate Highway 35 approved on Council Member Renteria's motion, Council Member Kitchen's second on an 11-0 vote.

### For More Information:

Megan Herron, Office of Real Estate Services, 512-974-5649; Alex Gale, Office of Real Estate Services, (512) 974-1416, Rosie Truelove, Neighborhood Housing and Community Development (512) 974-3064.

#### Additional Backup Information:

This action authorizes the execution of all documents necessary or desirable to provide tenant relocation assistance related to the purchase of the Rodeway Inn located at 2711 South Interstate Highway 35. This action authorizes the payment of relocation funds to the tenants in an amount not to exceed \$320,000 and waives requirements for City Code Chapter 14-3.

Housing and Urban Development (HUD) will contribute Community Development Block Grant (CBDG) funds for the acquisition of the Rodeway Inn located at 2711 South Interstate Highway 35. To qualify for HUD funding the Uniform Relocation Assistance and Real Property Acquisition Act (Uniform Act) must be followed instead of City Code Chapter 14-3.

Tenants will be made eligible for relocation benefits based on their occupancy of the hotel and relocation to anew, appropriate, safe and sanitary dwelling. Considerations will be based on the number of occupants,

3/12/2020

income and family make-up of the displacees. Tenants will be eligible for advisory services, a rental assistance payment, and personal property move payment. The Uniform Act requires rental assistance payment are calculated based on a forty-two (42) month differential payment using similar methodology to the supplemental calculation that has been used in the flood buyout projects.

Attached is a spreadsheet detailing the breakdown of the estimated costs.

Economic Opportunity and Affordability, Health and Environment.