



CITY COUNCIL ACTION FORM

DEPARTMENT	PRESENTED BY	DATE
Administration	Drew Nelson - City Administrator	January 17, 2023

ITEM

Resolution 2023-05 - A Resolution of the City Council of the City of Salida, Colorado, Supporting an Application for the State of Colorado Innovative Housing Development Incentives Grant Program

BACKGROUND

The City of Salida has been invited by the Colorado Department of Local Affairs to apply for the Innovative Housing Incentives Grant Program (IHOI), a one-time grant program designed to promote the development of affordable housing that is driven by community benefits and that focuses on critical housing needs as identified by the City. The City, in partnership with the Chaffee Housing Authority and ArtSpace, has made an initial application to the IHOI program for funding for the revitalization of the City-owned property located at 1st Street and D Street. The application is intended to fund the predevelopment costs, estimated in the amount of \$650,000. The City currently has been funded in the amount of \$100,000 from the Boettcher Foundation for this project, which can be used as the City's local match of 20% (\$130,000). Other funders could include the Gates Foundation and other similar non-profits.

FISCAL NOTE

As noted above, preliminary estimates of predevelopment costs are \$650,000, of which \$100,000 has been funded by the Boettcher Foundation through the Space2Create program from Colorado Creative Industries. The remainder - \$550,000 – will hopefully be made up from this grant opportunity as well as other grant funders.

STAFF RECOMMENDATION

Staff recommends that the City Council approve Resolution 2023-05 to allow the City to move forward with an application for the IHOI grant program.

SUGGESTED MOTION

A City Councilperson should state, "I move to approve Resolution 2023-05", followed by a second and a roll call vote.

CITY OF SALIDA, COLORADO
RESOLUTION NO. 05
(Series of 2023)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SALIDA, COLORADO,
SUPPORTING AN APPLICATION FOR THE STATE OF COLORADO INNOVATIVE
HOUSING DEVELOPMENT INCENTIVES GRANT PROGRAM**

WHEREAS, the provision of safe, affordable housing in Salida is a critical need; and

WHEREAS, average rents have increased 43% over the last 6 years in Salida; and

WHEREAS, only 9% of the local households in Chaffee County can afford home ownership; and

WHEREAS, the 2022 Chaffee County Housing Needs Assessment indicated that 1,105 new homes are needed for the local workforce by 2027, with 415 new rental units needed in Salida alone; and

WHEREAS, in the City, in partnership with ArtSpace, a non-profit housing organization, identified in a Feasibility Study and Needs Survey that the community has goals for Preserving Affordability, Supporting Rural Creatives and Art Forms, Supporting a Diverse Cultural Community, and Anchoring a Creative District with new housing opportunities in downtown Salida; and

WHEREAS, the City of Salida is the owner of real property located in downtown Salida that is prime for redevelopment as workforce housing for the community; and

WHEREAS, the State of Colorado's Innovative Housing Development Incentives Grant Program would provide much-needed funding for predevelopment costs to meet the needs identified in the 2022 Housing Needs Assessment as well as the 2022 Feasibility Study and Needs Survey.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SALIDA, COLORADO, supporting the application for the State of Colorado Innovative Housing Development Incentives Grant Program.

RESOLVED, APPROVED AND ADOPTED this 17th day of January, 2023.

CITY OF SALIDA, COLORADO

Dan Shore, Mayor

[SEAL]

ATTEST:

City Clerk/Deputy City Clerk