

ORDINANCE NO. 403-2019

CITY OF CLEVELAND DEPARTMENT OF COMMUNITY DEVELOPMENT HARVARD ELDERLY EXECUTIVE SUMMARY

Purpose:	To restructure the City's \$500,000 loan on the Harvard Elderly project.
Background:	Harvard Elderly, located at 6900 Harvard Avenue is the former Harvard School, is an affordable housing property for seniors age 55 and up. The property consists of 49 units, of which a minimum of six floating units must remain affordable for not less than 15 years from July 2, 2003. Annual interest payments of one-percent were due on years 3-15 with a balloon payment for the principal due in 2018. National Church Residences paid \$19,915 of the \$84,850 billed in interest.
Proposed Terms:	To forgive the principal amount of \$500,000 and accrued interest of \$64,935. The property will continue to operation as affordable housing for seniors through 2031.
Ward:	12
Amount:	No new funding, interest and principal reduction only.
Funding Source:	HOME
RL Number:	N/A