

**PROJECT SUMMARY**

1. **PROGRAM:** NEW FOUNDATIONS PROGRAM
2. **PROJECT:** Cleveland/Pitkin
3. **LOCATION:**
  - a. **BOROUGH:** Brooklyn
  - b. **COMMUNITY DISTRICT:** 5
  - c. **COUNCIL DISTRICT:** 37
  - d. **DISPOSITION AREA:**

<u>BLOCK</u>	<u>LOTS</u>
4016	23-25 and 27-33
4. **BASIS OF DISPOSITION PRICE:** Nominal
5. **TYPE OF PROJECT:** New Construction
6. **APPROXIMATE NUMBER OF BUILDINGS:** Up to 11 2-Family Homes
7. **APPROXIMATE NUMBER OF UNITS:** Up to 22
8. **HOUSING TYPE:** 2-Family Homes. If homes remain unsold at the end of the Marketing Period and HPD determines in writing that (i) sale is not feasible within a reasonable time, and (ii) a rental fallback is the best available alternative, then the unsold homes may be rented in accordance with the written instructions of HPD.
9. **ESTIMATE OF INITIAL PRICE:** Sales prices currently estimated to be \$273,000 - \$405,000 per home. Sales prices may be higher based on market conditions at the time of sale.
10. **LIENS FOR LAND DEBT:**

The difference between the appraised value of the land and the purchase price ("Land Debt") and the amount of any construction financing provided through loans from the City ("City Subsidy") are apportioned pro rata to each home and may be unsecured at the time of sale based on the home's post-construction appraised value. Purchasers repay the Land Debt and City Subsidy, if any, attributable to their homes by delivering a note and mortgage and/or conditional grant agreement to the City. The sum evidenced by the note and secured by the security instruments declines from years 6 to 15 by 1/10th of the original principal sum for each year of owner occupancy. Initial purchasers and subsequent owners are required to make payments to the City out of resale or refinancing profits.
11. **INCOME TARGETS:** Families with annual household incomes up to 130% of Area Median Income. Up to 10% of the homes may be sold to over-income families, but such purchasers must repay the Land Debt and City Subsidy attributable to their homes in cash at closing.

13. PROPOSED CODES/ORDINANCES:

None

14. ENVIRONMENTAL STATUS:

Type II

15. PROPOSED TIME SCHEDULE:

Approximately 18 months from closing to completion of construction.