RESOLUTION NO. 20-2020 Harrisburg Redevelopment Authority

WHEREAS, the Redevelopment Authority of the City of Harrisburg has received a Proposal, dated October 2020, from **RB Development LLC** with its principle office located at 101 Millcreek Road, Ardmore, PA 19003 for the purchase of 1175 Bailey Street (PID 09-07-019) in Harrisburg (the "Property"); and

WHEREAS, the Redevelopment Authority of the City of Harrisburg ("Authority") owns the Property, and

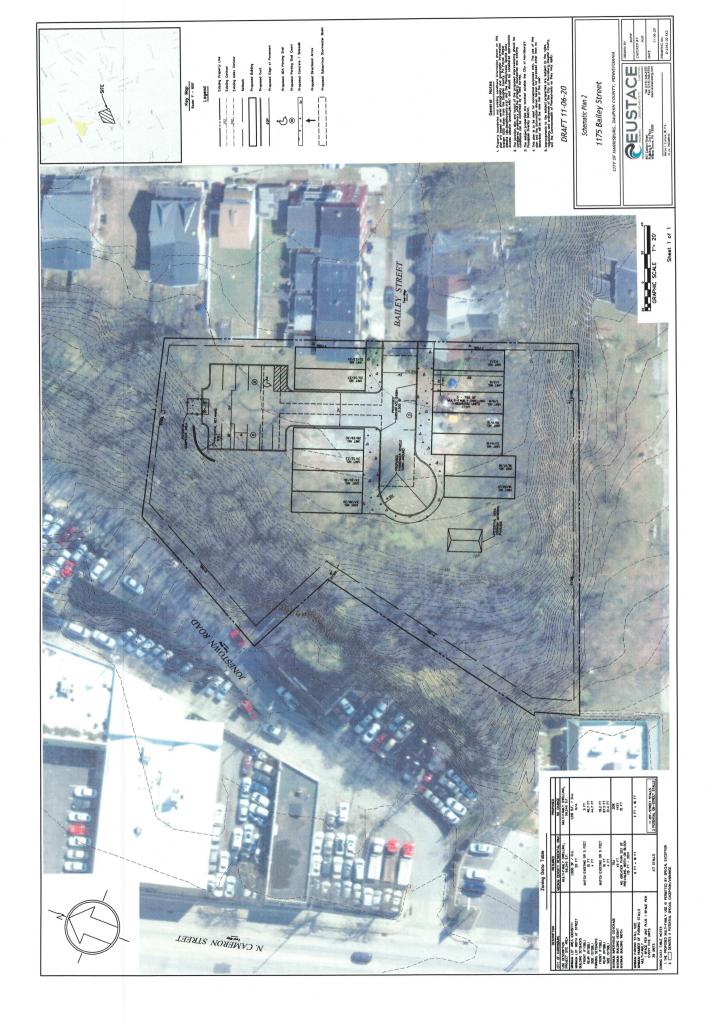
WHEREAS, the Authority is willing to permit **RB Development LLC** to continue with its planning and negotiations for a definite period, contingent upon completion of certain performance requirements as set forth below.

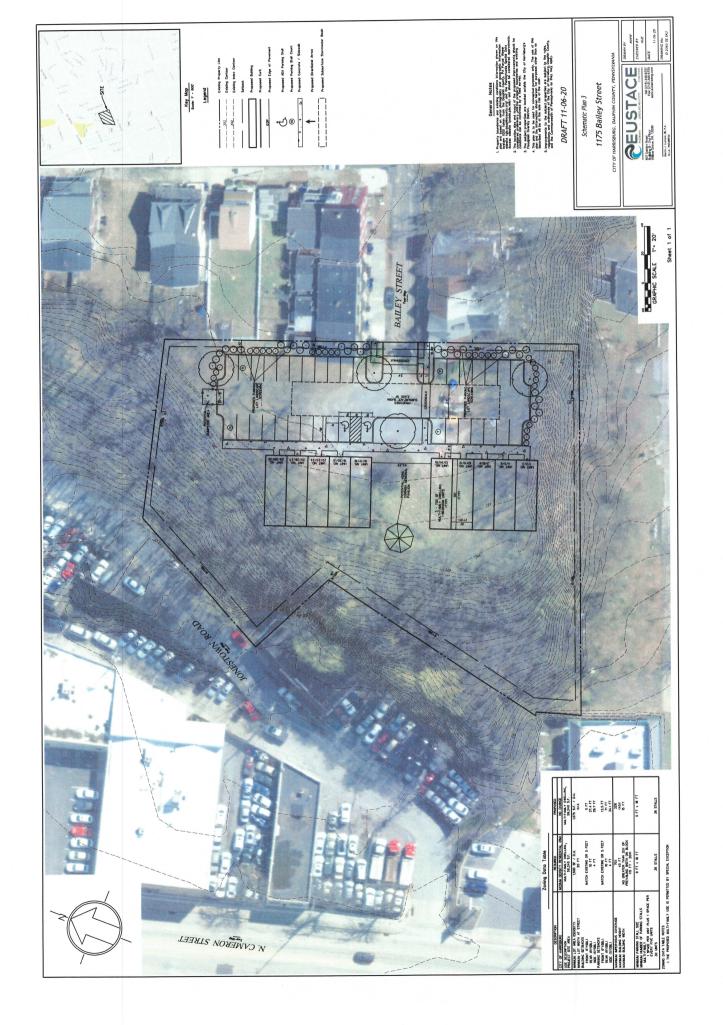
NOW, THEREFORE, BE IT RESOLVED, by the Redevelopment Authority of the City of Harrisburg as follows:

- 1. **RB Development LLC** is hereby designated as the *Potential Developer* of the Property for the period of six (6) months, during which time **RB Development LLC** is required to submit written progress reports by the 5th of each month to the Authority including, but not necessarily limited to, information on the status of financing and development (design) plans and approval for applicable local regulations i.e., the building, planning, zoning and affirmative action regulations of the City of Harrisburg.
- 2. **RB Development LLC** is required to present a final proposal acceptable to the Authority for the redevelopment of the Property including, but not limited to, development (design) plans, development schedule, evidence of financial capability, approvals for applicable local regulations, and such other matters that within the discretion of the Authority are deemed reasonable and necessary, so that the Authority may determine whether or not the Potential Developer has made satisfactory progress to undertake the proposed development.
- 3. The sale price shall be Thirty-Thousand Dollars (\$30,000), and the buyer pay all Authority's closing costs, including transfer taxes.
- 4. The Property shall remain subject to all real estate tax in perpetuity, regardless of whether the use qualifies for an exemption from the same under any applicable law.

11-15-2120 Date

Secretary





COMMUNITY: CORNISH HEIGHTS

LOCATION:



Cornish Heights lies in the Allison Hill Neighborhood of Harrisburg, PA, in proximity to shopping, public transportation, churches, public parks, medical facilities within a half mile walking distance.

BUILDING PROGRAM:

- 30 new rental apartments total
- 12 designated affordable units and 6 units for individuals with disabilities

UNIT MIX & AFFORDABILITY:

- 10 one-bedroom apartments
- 20 two-bedroom apartments

BORROWER:

The Development team includes RB Development LLC, Harrisburg Housing Authority, Vice Capital LLC and Peebles Development Corporation. The developers of this project are certified MBE's in PA that have set an inclusion goal of 30% minority participation and 20% to local firms in the Harrisburg area.

OVERALL FINANCIAL PLAN:

CURRENT ANTICIPATED SOURCES		
PHARE Funds	\$350,000	
DCED Blight	\$100,000	
City of	\$100,000	
Harrisburg		
DCED-NAP	\$300,000	
DC LAND BANK	\$50,000	
FHLB Funds	\$500,000	
Dauphin Gaming	\$50,000	
HUD	\$200,000	
Debt	\$1,650,000	
Total	\$3,300,000	

USES	
LAND	\$15,000
Financing cost	\$25,000
Hard cost	\$2,800,000
Soft cost	\$100,000
Reserves	\$100,000
Miscellaneous	\$260,000
Total	\$3,300,000

THIS REQUEST:

Parcel requested are as follows:

1175 Bailey street

TIMETABLE:

MILESTONES	EST.
	DATES
GRANT Award	5/1/2021
Closing & Start of	8/4/2021
Construction	
Completion	1/5/2022
Stabilized Occupancy	2/6/2022

CONTACT:

Ryan Sanders RB Development, LLC ryansanders1713@gmail.com



Bethel Village

Senior Affordable Housing



Bethel Village is a 49-unit community for seniors to be built in Harrisburg, PA two (2) blocks from the State Capitol. This \$13.5 million dollar development has been designed with an eye towards sustainability and lowering the carbon footprint. RB Development LLC is the codeveloper.





WHO WE ARE

RB Development LLC builds affordable, market-rate and mixed-use developments in urban, and transportation oriented development spaces in the tri-state region.

PRINCIPALS

The principals of RB Development have worked in urban housing and economic development for over 28 years. RB is a minority-owned business enterprise and seeks to partner with larger developers and financiers to build sustainable developments that enhance the built environment, lower the carbon footprint, and create a sense of home.

The Principals of RB Development have been involved in several developments over the last 28 years as project managers or consultants, and have now transferred this body of knowledge into development.



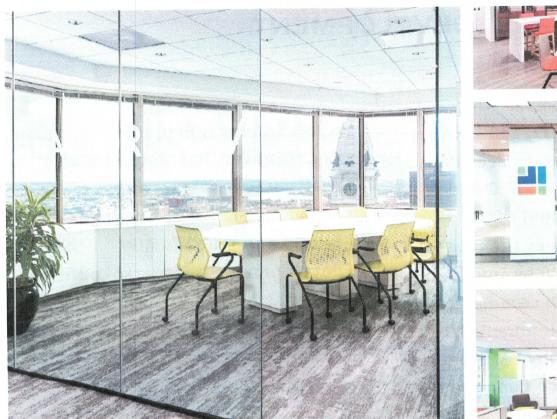
LEADERSHIP

Blane F. Stoddart, LEED Green
Associate, serves as President and
CEO of BFW Group LLC and
Managing Principal of RB
Development. Over the past 10
years, BFW has been involved in
over \$3 billion in commercial and
residential developments as
Construction Project Manager,
Quality Assurance Consultant
(QA/QC), Construction
Administrator or Assistant Project
Manager.

Ryan Sanders, Project
Coordinator, has worked with
real estate investors and
celebrities to invest in single
family and multi-family
developments in several counties
in Pennsylvania including
Dauphin and Philadelphia
Counties.







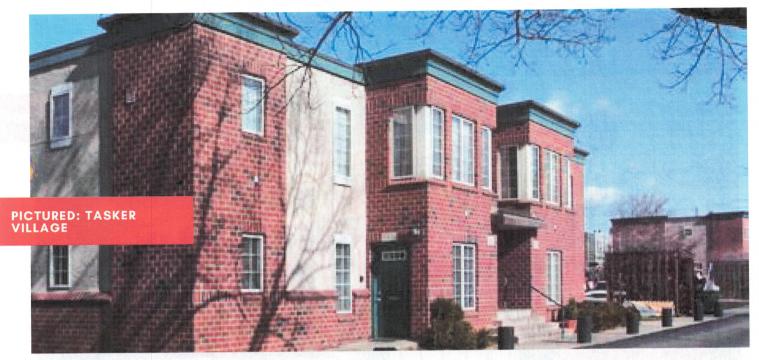


PHILADELPHIA INDUSTRIAL DEVELOPMENT CORPORATION (PIDC)

Philadelphia Industrial Development Corporation (PIDC) is a 22,000 square foot "Class A" office space at 1500 Market Street, in the heart of Center City Philadelphia. The Principals served as the tenant representative for this project. The office space features a glass lobby, exposed ceilings, an expandable conference room, sunlight in all offices and open spaces, adjustable standing or sitting desks, open concept throughout, phone pods for privacy, quiet room/nursing station, at least 7 additional conference/meeting rooms, security/audio/video technology in all spaces, and flex/convertible spaces.

Construction started during the holidays, and the project was substantially completed within 100 days. PIDC moved in on April 17, 2019.





TASKER VILLAGE



BEFORE



AFTER

Tasker Village is a 28-unit, garden style, affordable rental development campus located at 16th and Tasker Streets in the Point Breeze section of Philadelphia. The project was over 17 years old and needed substantial capital improvements. The Principals advocated, negotiated and closed \$3.9 million dollars in Low Income Tax Credit financing from the Pennsylvania Housing Finance Agency (PHFA).

The Principals served as the owner's representative and led the design/development and value engineering process to determine the final scope of work and budget. The Project features energy star appliances, solar hot water heaters, and a new community center for residents.

The project was completed ahead of schedule and onbudget.





MOUNT TABOR

Mt. Tabor Cyber Village is a 56-unit, green-roofed, 55,000 square foot "cyber village" that offers low and moderate-income seniors an affordable and engaging place to live. The completed project is an energy efficient, multi-story housing development subsidized by low income housing tax credits, HUD and conventional financing.

A thorough value engineering effort resulted in a \$1.5 million reduction in the initial contractor estimate to meet the \$10.5 million construction target.

The project was completed on time and on budget.







PARADE STREET EAST PASSIVE HOUSE

Passive House is a completed affordable housing development located in Erie, Pennsylvania. The Principals served as development consultant for this \$12 million, 40-unit project. The development utilized solar and natural energy, and incorporated daylighting, low flow faucets, EnergyStar appliances, and advanced insulation technology to minimize operating costs and energy usage. It was designed to meet the stringent Passive House standard.

The project is comprised of 25 three-bedrooms, 6 two-bedrooms, 6 ADA three-bedrooms, and 3 ADA two-bedroom apartments. In addition, there is a community building, playground and community garden.