



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF HUMAN SERVICES
LANSING



MAURA D. CORRIGAN
DIRECTOR

November 26, 2014

The Honorable Roger Kahn, Chair
Senate Appropriations Committee
Michigan State Senate
Lansing, MI 48933

The Honorable Joseph Haveman, Chair
House Appropriations Committee
Michigan House of Representatives
Lansing, Michigan 48933

Dear Senator Kahn and Representative Haveman:

Section 603 of the 2012 Public Act 296 requires the Michigan State Housing Development Authority (MSHDA) and the Department of Human Services (DHS) to report to the legislature quarterly on demolition projects. The attached report describes the funding and project areas for the Detroit and outstate demolitions. It also includes an accounting of demolition expenditures to date. If you have any questions regarding the attached report, please contact Michele Wildman at 517-373-4363.

Sincerely,

Maura D. Corrigan
Director
Department of Human Services

Wayne Workman
Acting Executive Director
Michigan State Housing Development Authority

Enclosures

c: Senator Darwin L. Boohar

Pursuant to 2012 PA 296
Tenth Quarterly Report on Demolition Projects
November 26, 2014

The Michigan State Housing Development Authority in cooperation with the Department of Human Services shall report to the legislature on the demolition projects no later than September 1 of 2012 and quarterly thereafter until the funds have been exhausted. The report shall include, at a minimum, a description of the project areas selected and a complete accounting of all expenditures made pursuant to this section.

I. Detroit Demolition Program

The Detroit demolition program is part of the State of Michigan's Neighborhood Stabilization School Anchor Initiative (NSSA), led by the Governor's Office of Urban and Metropolitan Initiatives. The Department of Human Services (DHS) Pathways to Potential program, which locates DHS "success coaches" in schools, is a key element. The Initiative as a whole seeks to make students and families stronger and safer by making the surrounding neighborhood safer, reducing truancy, and offering better and more integrated services. The Michigan Land Bank Fast Track Authority (MLB) is handling the demolitions in the City of Detroit.

The areas for blight elimination in the City of Detroit, for which **\$10 million** was allocated, were revised in the May 2014 quarterly report to encompass a total of thirteen schools in eight expanded focus areas:

- Clark Academy and East English Village Academy on Detroit's east side;
- Harms Elementary, Bennett Elementary, Clemente Academy, and Neinas Elementary in southwest Detroit;
- Bagley Elementary and Bates Academy on the City of Detroit's north side;
- Bethune Elementary, near University of Detroit Mercy and Marygrove College;
- Cody High School, on the City's west side;
- Gompers Elementary, in the Brightmoor area;
- Greenfield Union Elementary-Middle School; and
- Osborn College Preparatory Academy.

As the May 2014 quarterly report stated, many of these blight elimination target areas have since been selected by the City of Detroit and the Detroit Land Bank (DLBA) for the federally funded Hardest Hit (HH) demolition program. As the HH funds are more restrictive, MLB and its partners on the school demolition project have been working to identify structures that cannot be removed with the federal funds and can best complement the HH work.

With the review and approval by the City of Detroit and the DLBA of properties in the recently added target area of Greenfield Union Elementary-Middle School Area (Greenfield Union area), the MLB has encumbered the remaining \$1.9M in blight elimination funding by selecting 97 properties in the Greenfield Union area as well as 5 additional properties located in the Neinas and Bethune Elementary School areas requested by the DLBA.

The MLB has procured and awarded the remaining structures to demolition contractors that will expend the total allocated funding of \$10M in the City of Detroit through the Blight Elimination Program. To date, the MLB has 51 remaining structures to be demolished that are scheduled to be completed by December 31, 2014.

Status of MLB Demolition in Detroit

The MLB has demolished 821 structures in the school focus areas in the City of Detroit and all \$10 million of the grant is expended or committed. *(Maps showing the status of the Detroit demolition projects attached).*

Updated Demolition Totals for all Detroit School Focus Areas

(1)	Completed demolitions as of November 15, 2014:	821
(2)	Additional properties in process as demolition candidates:	51
	(a) Number of properties in active demolition:	51
	(b) Number of properties recently authorized:	0
(3)	Estimated number of additional properties to be demolished:	0
	(a) Remaining funds to be allocated:	\$0.00
	(b) Properties already identified, being selected for best impact.	
(4)	Actual and anticipated expenditures:	
	(a) To date, \$10 million in demolition funds have been expended, or are obligated under pending contracts for demolition;	
	(i) This includes actual costs for the 872 demolitions that are either completed or in progress.	
	(ii) Invoices are not submitted for payment until all work, including back-fill and lot leveling is completed. For budgeting purposes, however funds are considered obligated once the structure is assigned to a contractor.	
	(b) Obligated dollars not yet disbursed: \$1,903,628.84	

II. State of Michigan Demolition Project

DHS, the MSHDA, and the MLB developed an application process to select the project areas for the **\$15 million** allocated for demolition outside of the City of Detroit.

Thirty five (35) grantees were awarded funding for proposed projects using four criteria: **public safety, property value stabilization, economic development opportunities, and local support and additional investment**. The current status of the individual grantees is as follows:

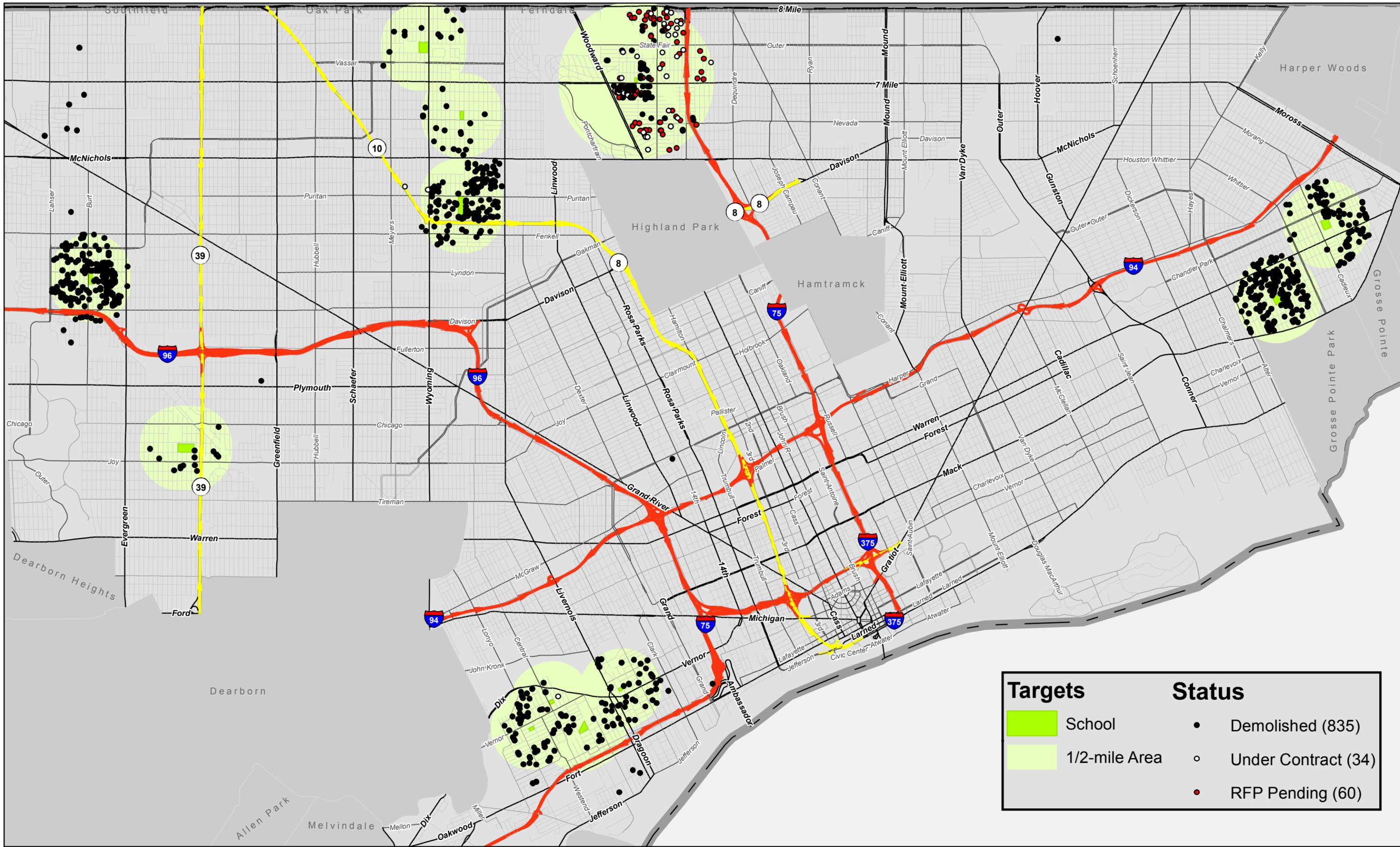
All 35 grantees are now 100% completed. The grant registered 1020 structures demolished that included a variety of property classes, such as; single family residential, a school, commercial buildings, industrial complexes, and a 151 unit residential complex. Staff are currently discussing mechanisms for distribution of the \$120,000 that went unused in the initial round, and expect to finalize details in the next quarter.

Attachment 2 - Michigan Blight Elimination - Statewide provides a more specific look at each grantee's progress.



BLIGHT ELIMINATION PROGRAM | CITY-WIDE PROGRAM STATUS

EXISTING CONDITIONS, NOVEMBER 20, 2014



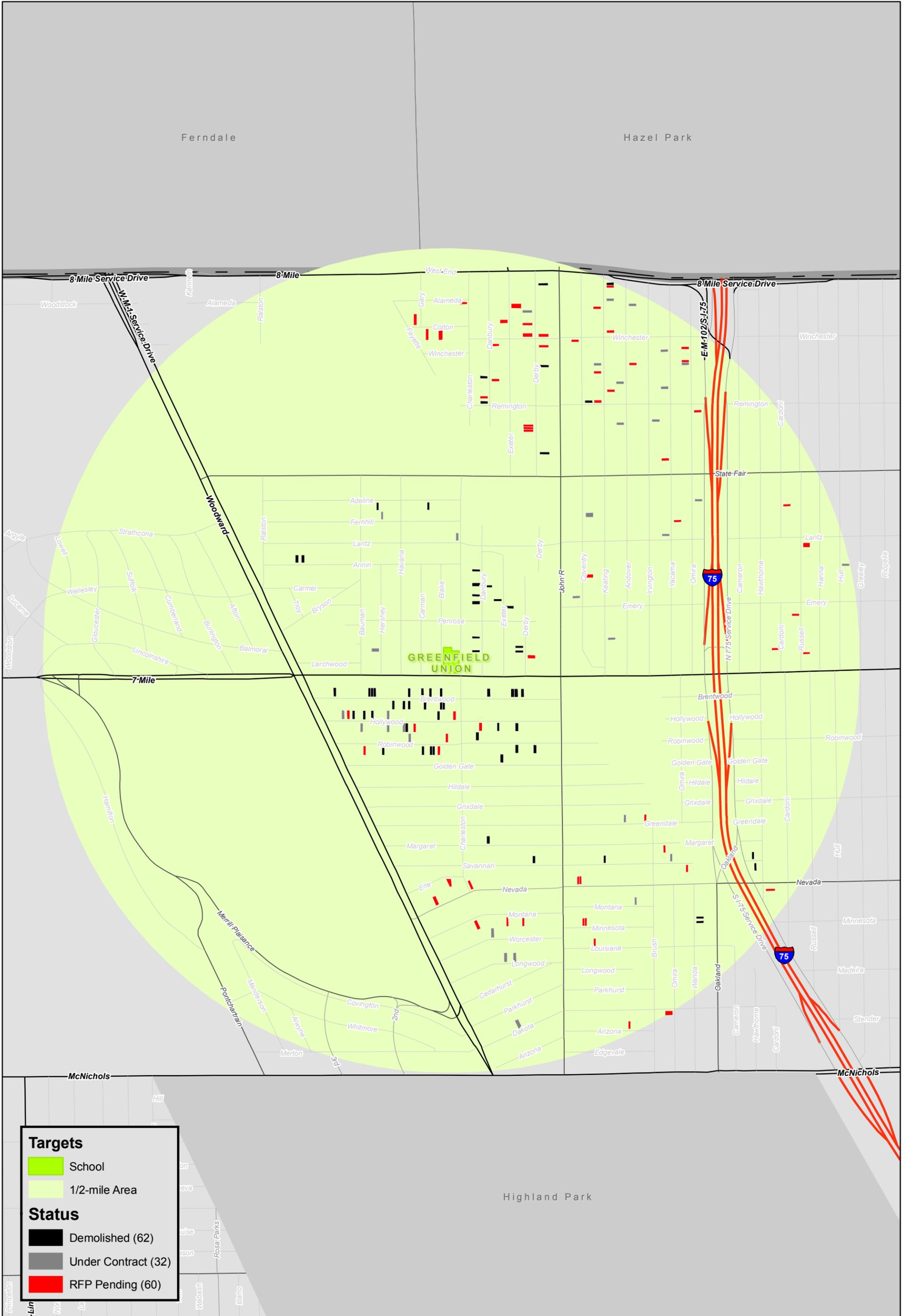
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC; Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | ONGOING | DPS PROJECT UNITY

GREENFIELD UNION | NORTH-CENTRAL DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



0 500 1,000 2,000 3,000 Feet

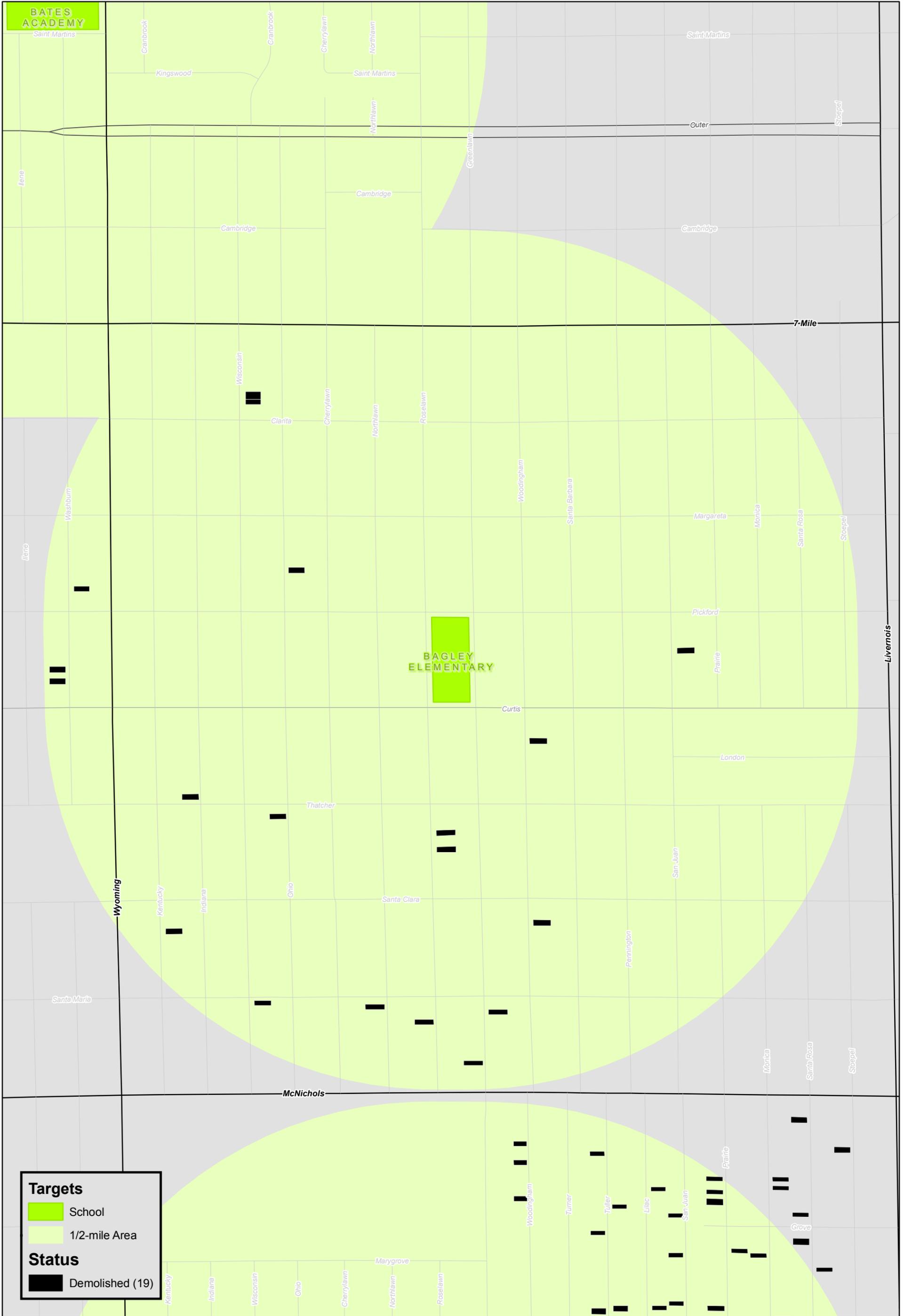
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS AREA A

BAGLEY ELEMENTARY | NORTH-CENTRAL DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



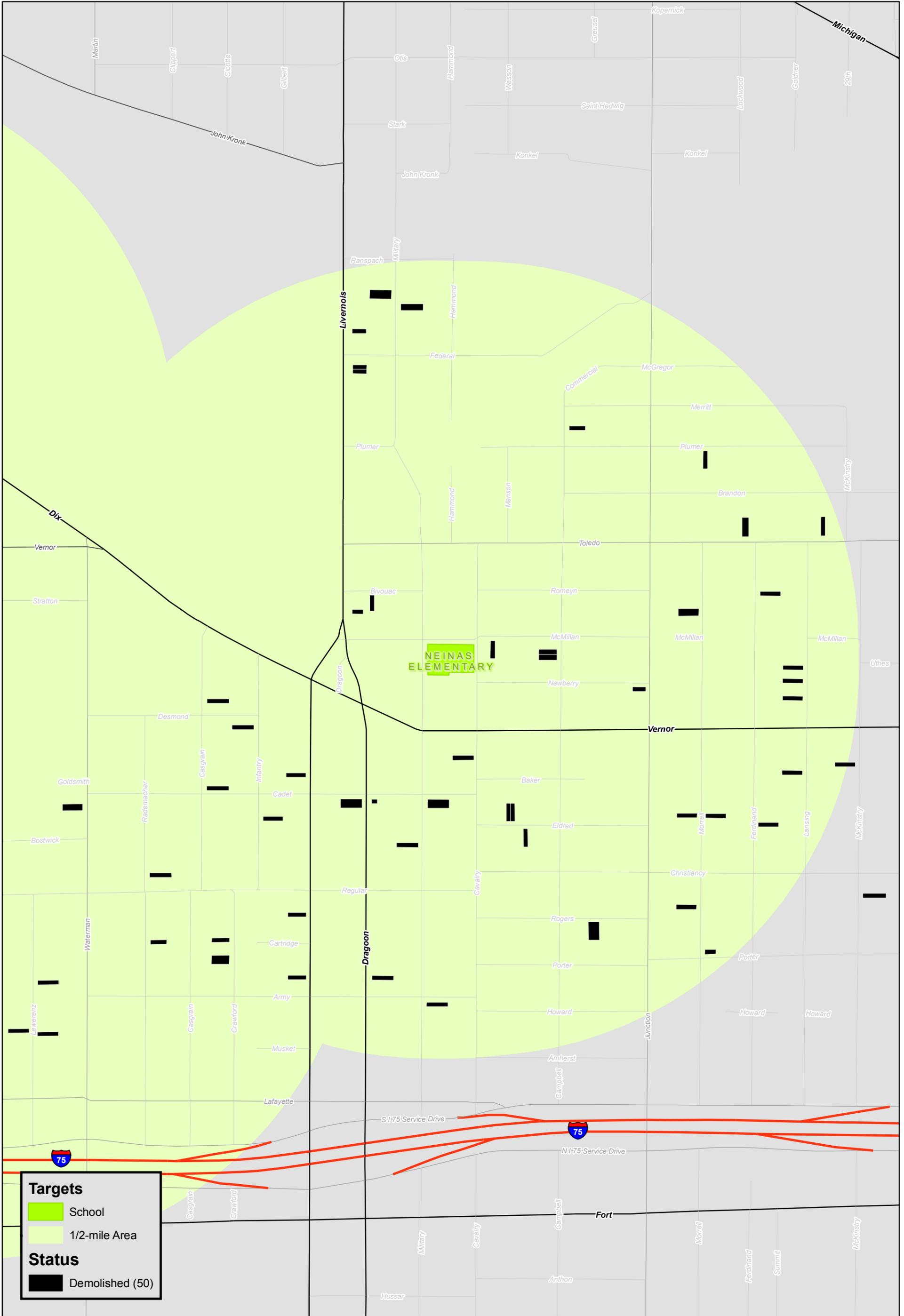
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC; Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS AREA C

NEINAS ELEMENTARY | SOUTHWEST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



Targets

- School
- 1/2-mile Area

Status

- Demolished (50)



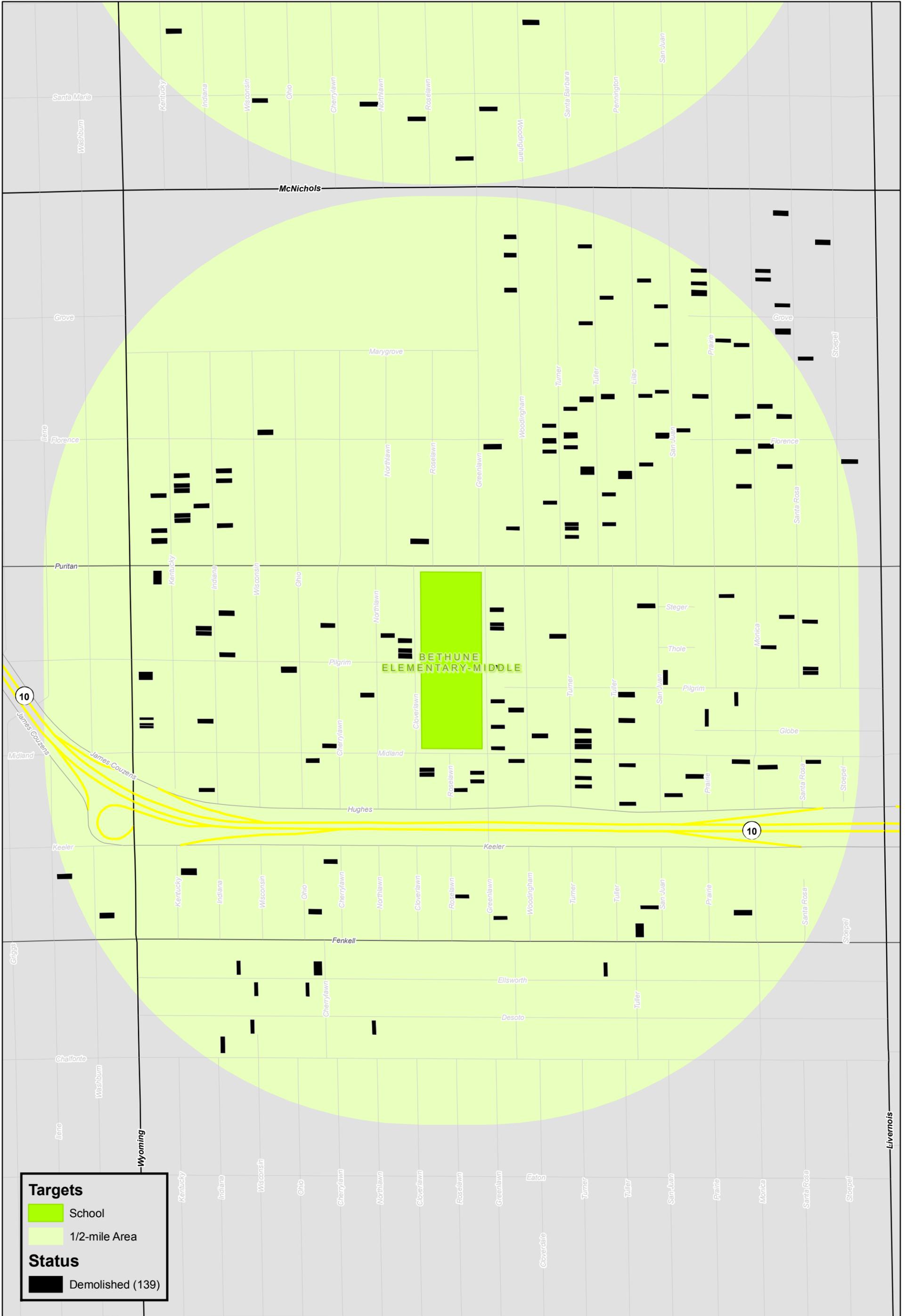
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC; Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS BETHUNE AREA

BETHUNE ELEMENTARY-MIDDLE | NORTH-CENTRAL DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



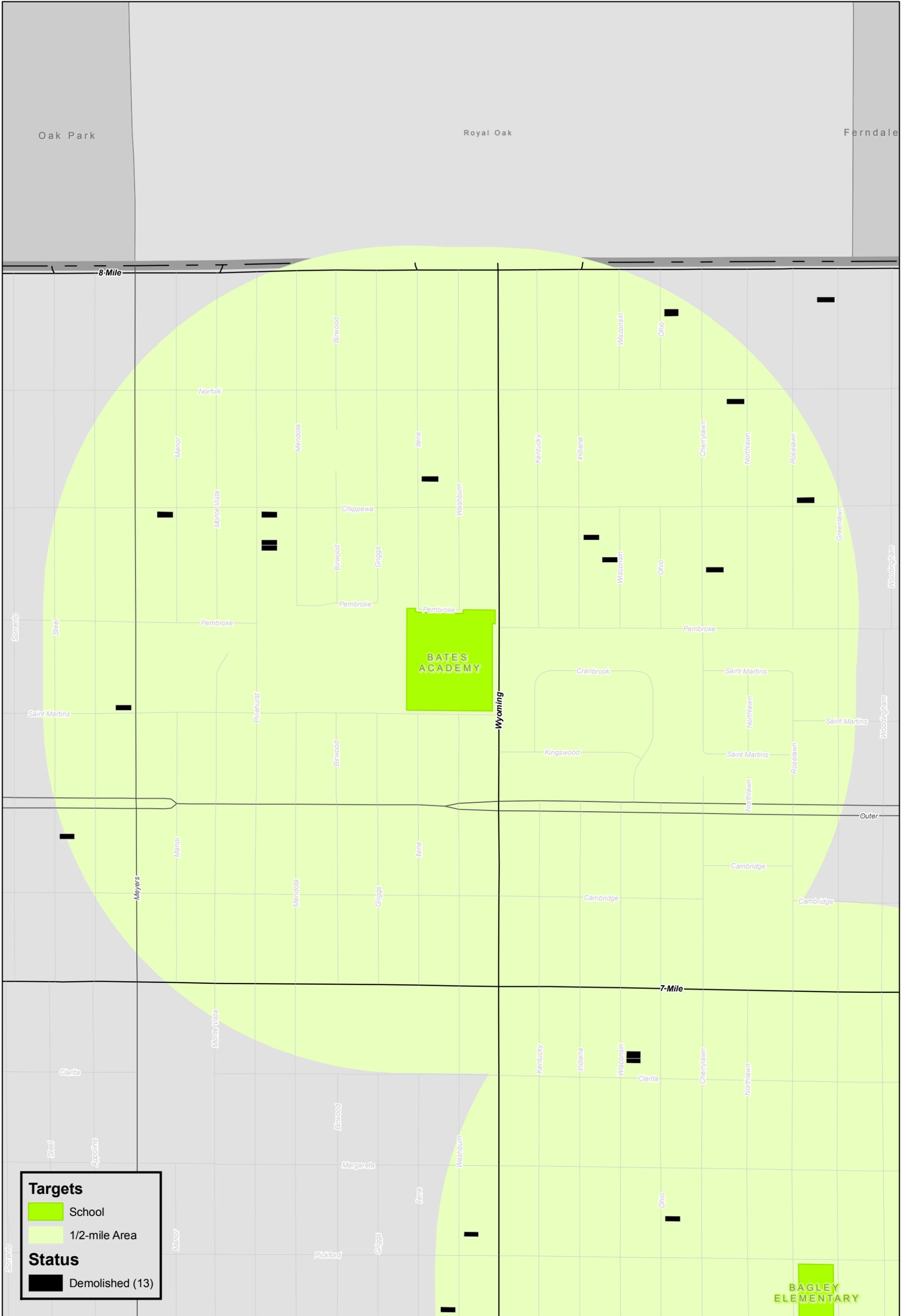
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS AREA A

BATES ACADEMY | NORTH-CENTRAL DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



0 500 1,000 2,000 3,000 Feet

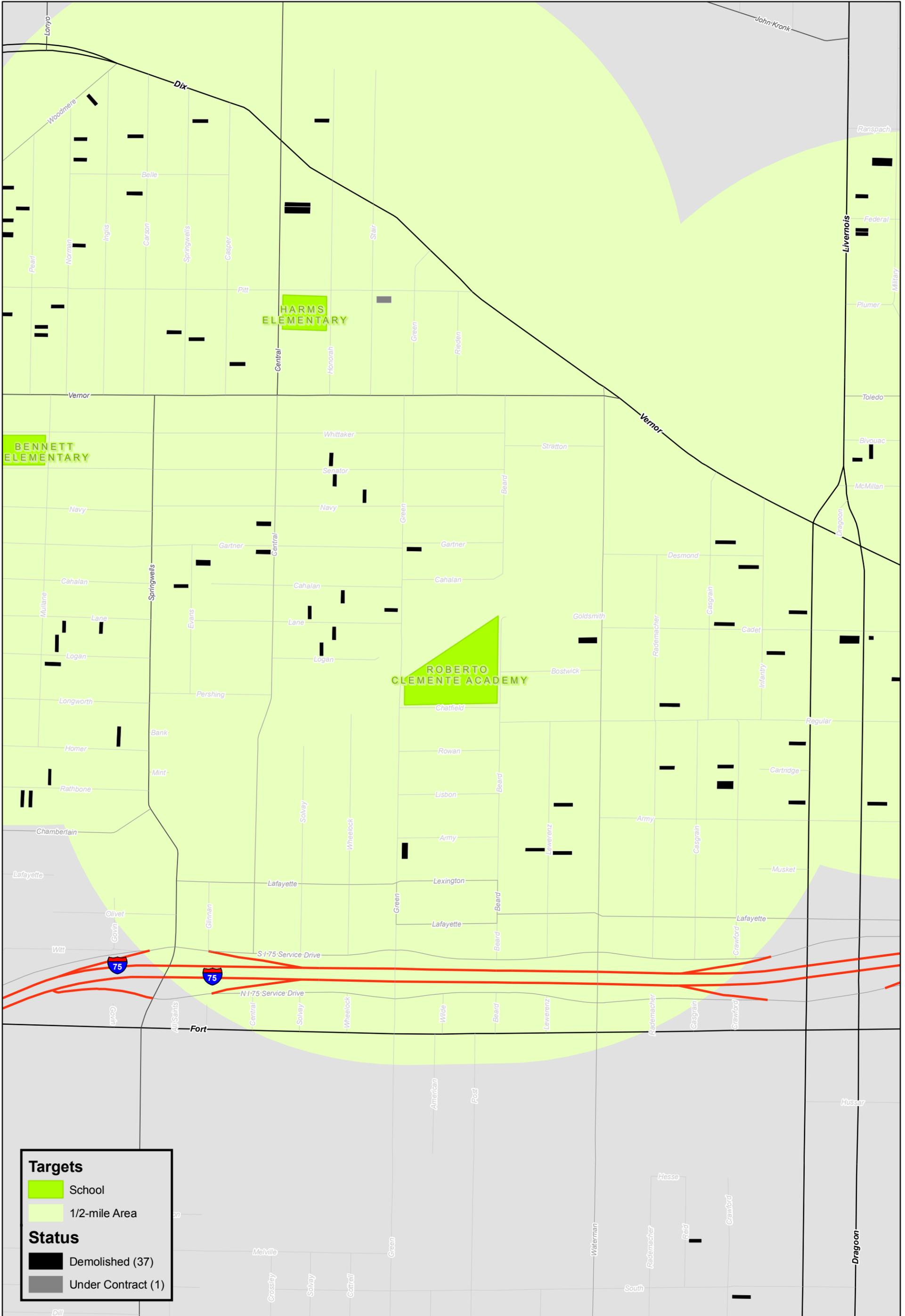
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
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BLIGHT ELIMINATION PROGRAM | ONGOING | DPS AREA C

ROBERTO CLEMENTE ACADEMY | SOUTHWEST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



Targets

- School
- 1/2-mile Area

Status

- Demolished (37)
- Under Contract (1)



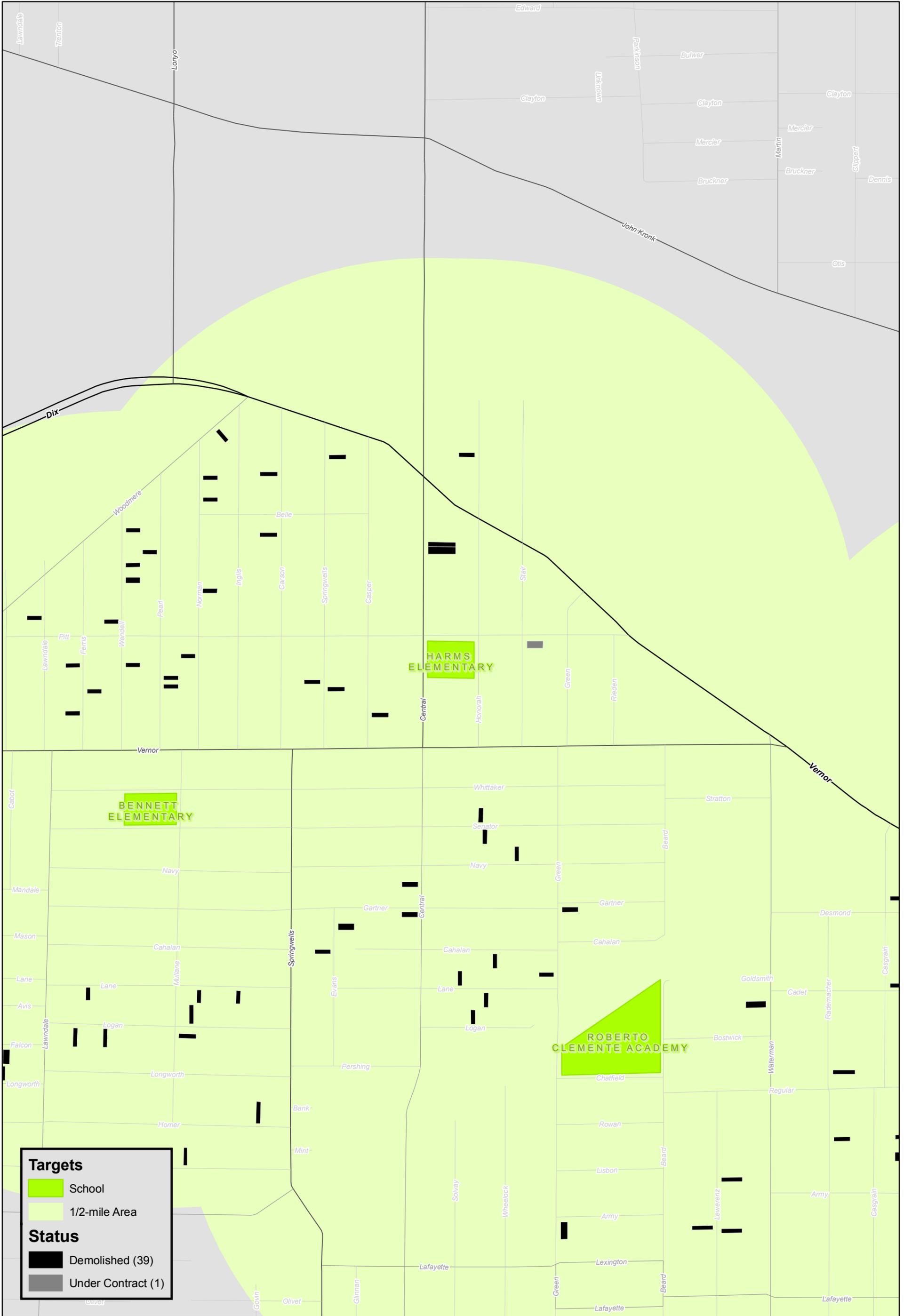
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC; Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | ONGOING | DPS AREA C

HARMS ELEMENTARY | SOUTHWEST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



Targets

- School
- 1/2-mile Area

Status

- Demolished (39)
- Under Contract (1)

0 500 1,000 2,000 3,000 Feet

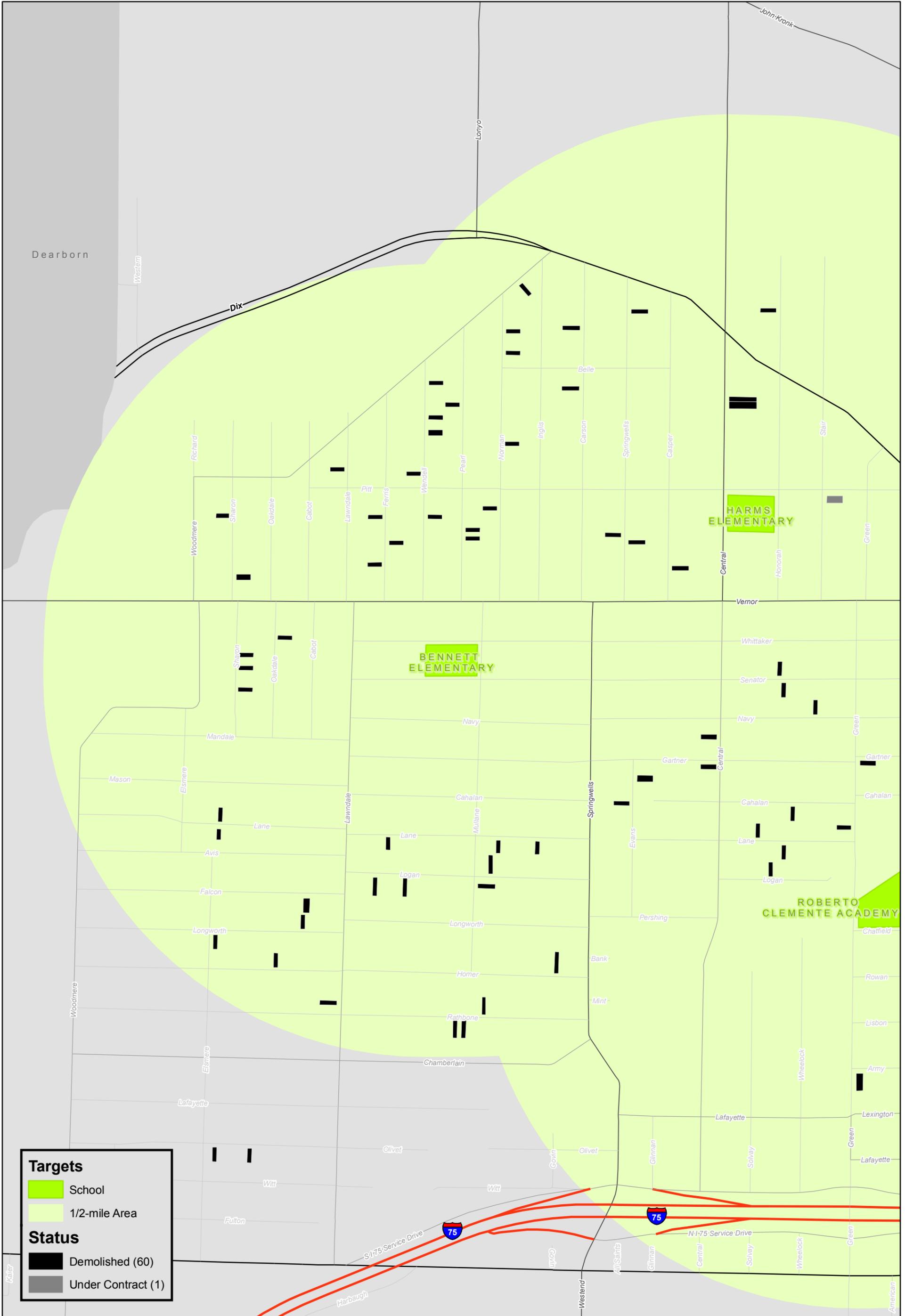
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC; Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | ONGOING | DPS AREA C

BENNETT ELEMENTARY | SOUTHWEST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



0 500 1,000 2,000 3,000 Feet

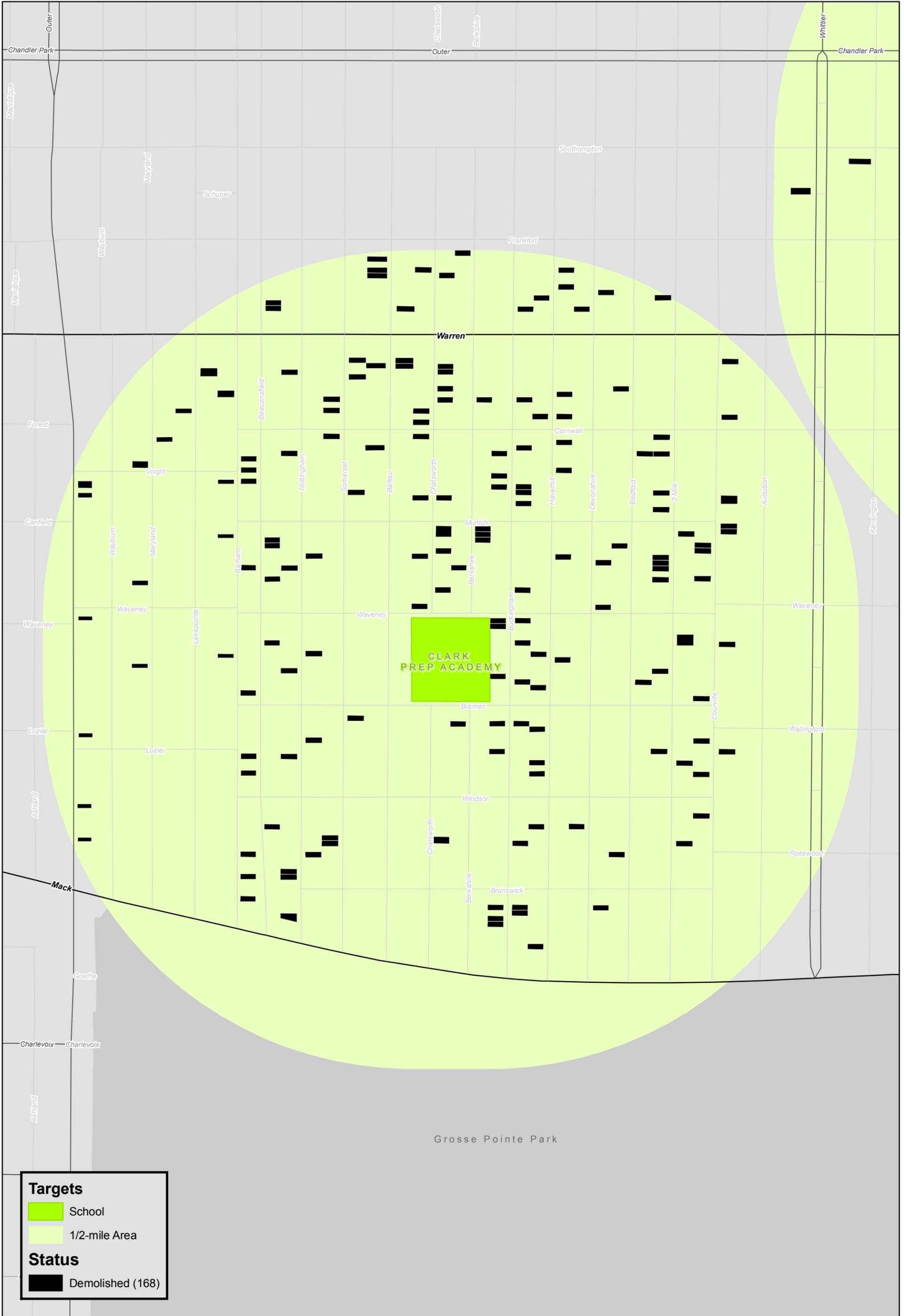
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS AREA G

CLARK PREP ACADEMY | EAST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



Targets

- School
- 1/2-mile Area

Status

- Demolished (168)

0 500 1,000 2,000 3,000 Feet

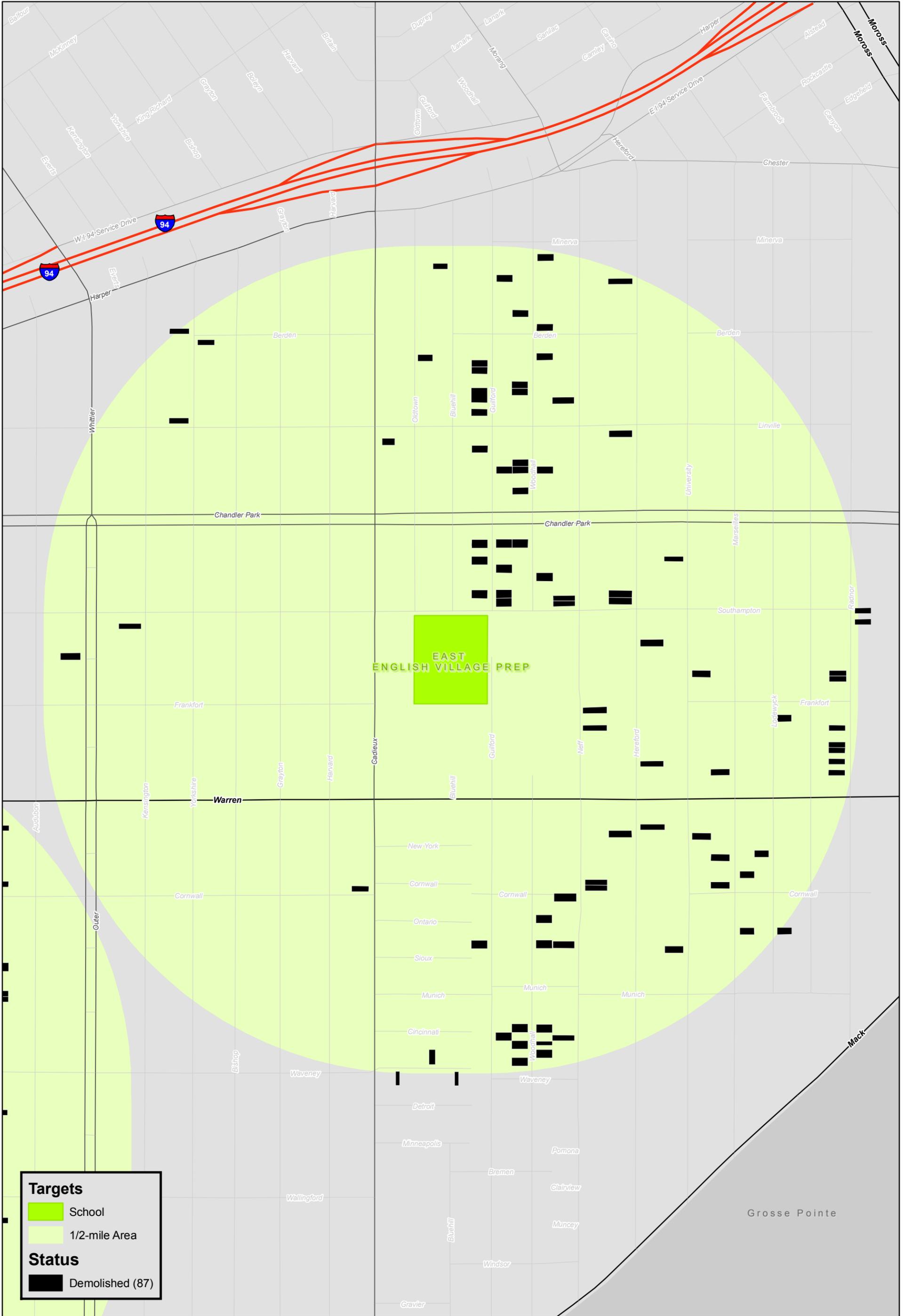
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS AREA G

EAST ENGLISH VILLAGE PREP | EAST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



Targets

- School
- 1/2-mile Area

Status

- Demolished (87)

0 500 1,000 2,000 3,000 Feet

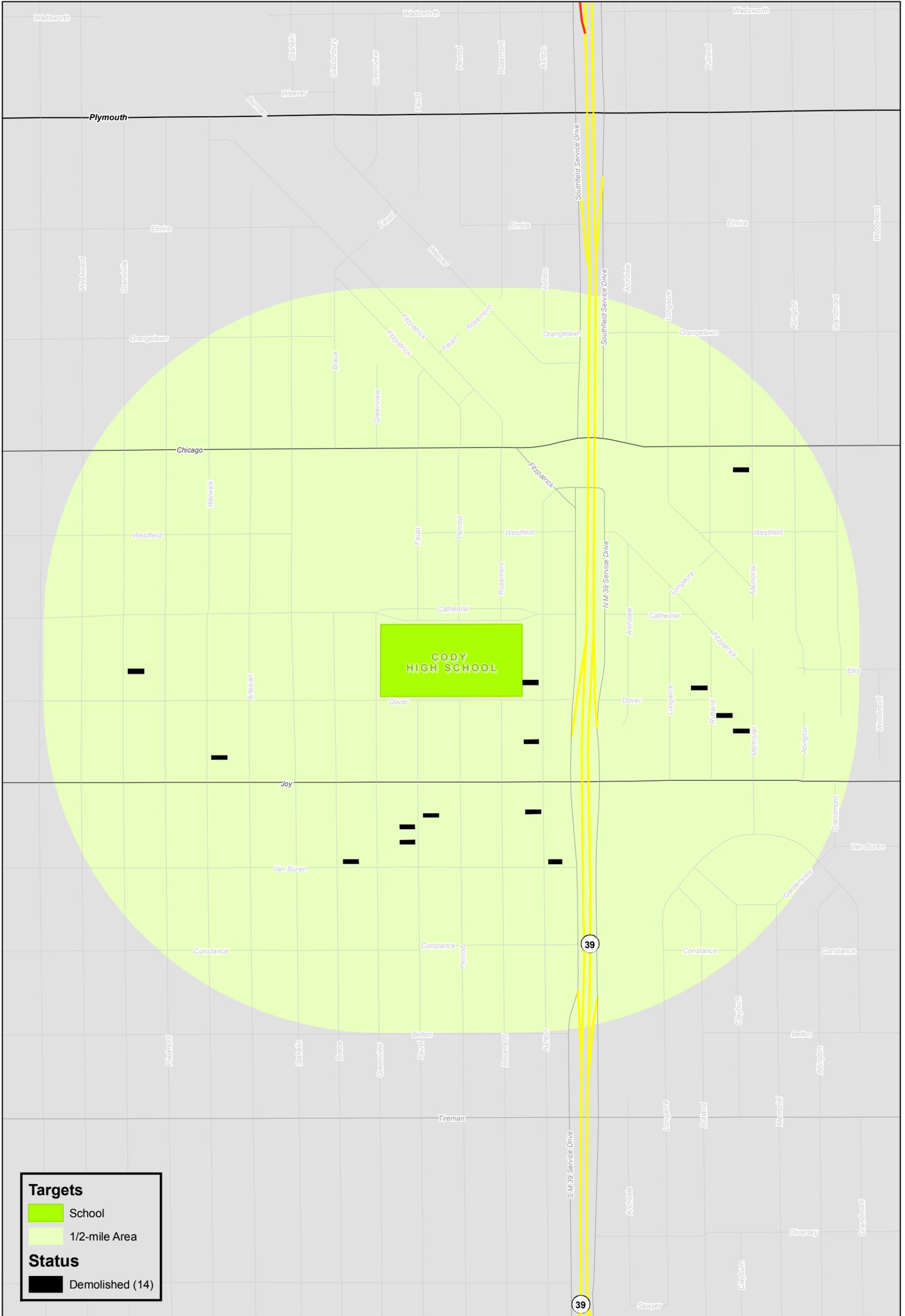
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS CODY AREA

CODY HIGH SCHOOL | WEST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



0 500 1,000 2,000 3,000 Feet

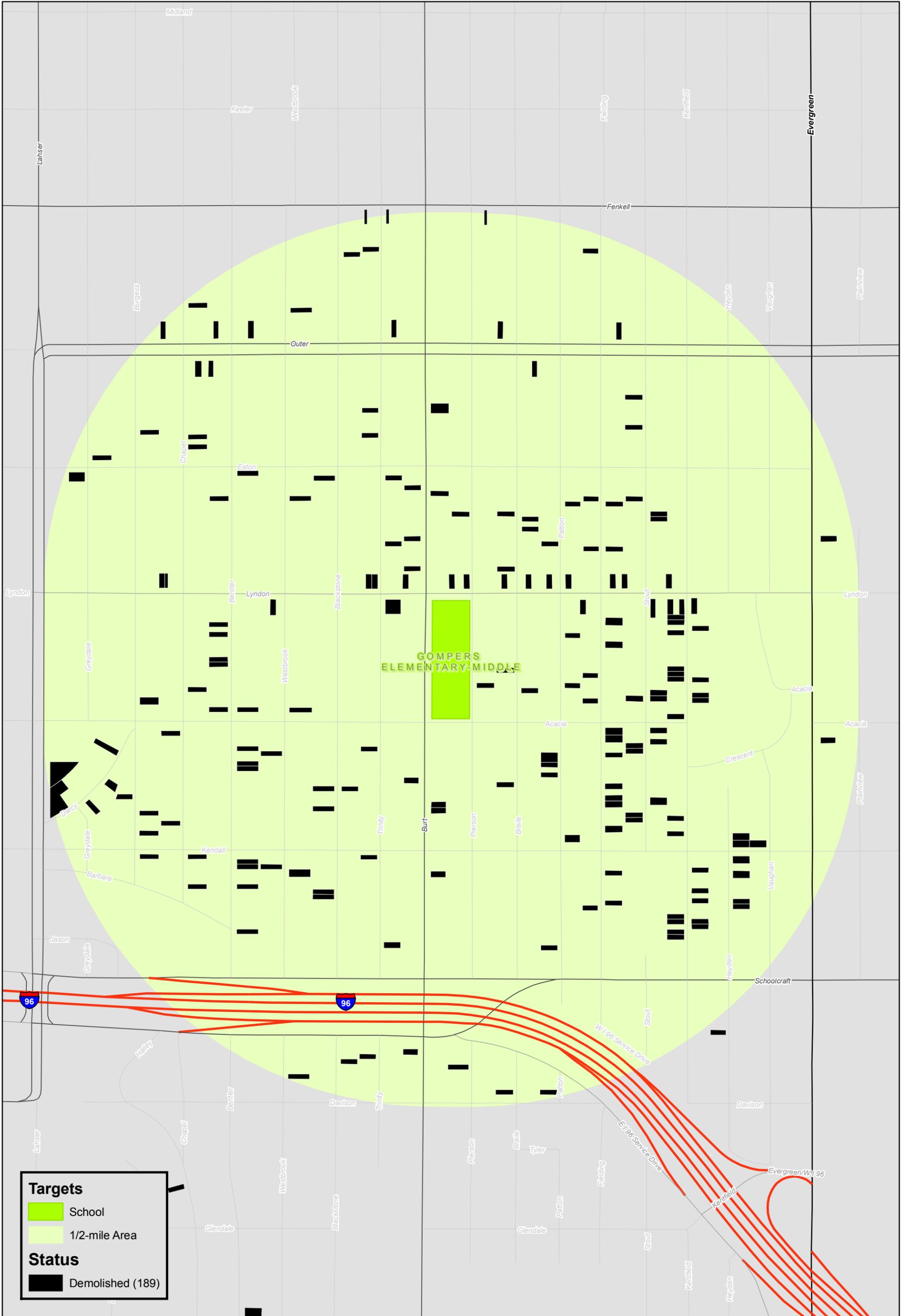
Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library



BLIGHT ELIMINATION PROGRAM | COMPLETED | DPS GOMPERS AREA

GOMPERS ELEMENTARY-MIDDLE | WEST DETROIT
EXISTING CONDITIONS, NOVEMBER 19, 2014



Targets

- School
- 1/2-mile Area

Status

- Demolished (189)



Projection: NAD 1983 Hotine Oblique Mercator Azimuth Natural Origin

Prepared by the Michigan Land Bank, 11/20/2014
Source: Michigan Land Bank Fast Track Authority; ADR Consultants, LLC;
Detroit Public Schools; City of Detroit; Michigan Geographic Data Library

Michigan Blight Elimination - Statewide

#	Grantee	Awarded Grant Amount (Adjusted)	Approved # Of Structures	Total Demolished	Total Expended	Grant Balance
	MLB Staff Admin	\$141,964.72			\$141,964.72	\$0.00
	Demolition Management Services	\$193,070.00			\$193,070.00	\$0.00
1	City of East Tawas	\$20,300.00	1	1	\$20,300.00	\$0.00
2	Village of Ravenna	\$29,000.00	1	1	\$29,000.00	\$0.00
3	Kalamazoo County Land Bank	\$936,915.00	76	76	\$936,915.00	\$0.00
4	City of Plainwell	\$697,274.54	6	6	\$697,274.54	\$0.00
5	Marquette County Land Bank	\$486,385.00	36	36	\$486,385.00	\$0.00
6	City of Vassar	\$41,158.00	7	7	\$41,158.00	\$0.00
7	City of Pontiac	\$980,341.75	90	90	\$980,341.75	\$0.00
8	Charter Township of Ypsilanti	\$653,840.00	151	151	\$653,840.00	\$0.00
9	Brevort Township	\$37,906.00	1	1	\$37,906.00	\$0.00
10	City of Coldwater	\$65,756.00	2	2	\$65,756.00	\$0.00
11	Ingham County Land Bank	\$836,850.00	14	14	\$836,850.00	\$0.00
12	NCCS Center for Nonprofit Housing (Newaygo County)	\$61,811.00	5	5	\$61,811.00	\$0.00
13	LIFT Foundation (Kalamazoo County)	\$77,890.00	14	14	\$77,890.00	\$0.00
14	ICCF (Kent County)	\$41,833.00	4	4	\$41,833.00	\$0.00
15	Houghton County Land Bank	\$9,675.00	1	1	\$9,675.00	\$0.00
16	Genesee County Planning Commission	\$158,552.10	17	17	\$158,552.10	\$0.00
17	City of Au Gres	\$111,999.08	1	1	\$111,999.08	\$0.00
18	Genesee County Land Bank	\$3,713,213.00	322	322	\$3,713,213.00	\$0.00
19	City of Petoskey	\$20,673.00	2	2	\$20,673.00	\$0.00
20	Saginaw County Land Bank	\$1,784,647.12	164	164	\$1,784,647.12	\$0.00
21	LINC (Kent County)	\$648,154.21	18	18	\$648,154.21	\$0.00
22	Berrien-Cass-Van Buren Michigan Works	\$829,075.61	20	20	\$829,075.61	\$0.00
23	Grand Traverse County	\$44,000.00	1	1	\$44,000.00	\$0.00
24	Village of Constantine	\$8,500.00	1	1	\$8,500.00	\$0.00
25	Leelanau County Land Bank	\$47,525.77	2	2	\$47,525.77	\$0.00
26	City of Mt. Pleasant	\$800,000.00	2	2	\$800,000.00	\$0.00
27	City of Manistee Housing Commission	\$87,421.50	1	1	\$87,421.50	\$0.00
28	City of Onaway	\$6,175.00	2	2	\$6,175.00	\$0.00
29	City of Muskegon	\$111,500.00	2	2	\$111,500.00	\$0.00
30	Village of Newberry	\$67,550.00	7	7	\$67,550.00	\$0.00
31	Reed City	\$370,000.00	1	1	\$370,000.00	\$0.00
32	Northeast Michigan Affordable Housing (Arenac County)	\$31,436.25	2	2	\$0.00	\$0.00
33	City of Bay City	\$269,150.00	21	21	\$185,285.00	\$0.00
34	Northern Homes CDC (Charlevoix County)	\$20,000.00	2	2	\$20,000.00	\$0.00
35	Wayne Metro	\$393,538.39	23	23	\$0.00	\$0.00
	Totals	\$14,835,081.04	1020	1020	\$14,835,081.04	\$0.00
	Remaining Funding	\$164,918.96				
	GRAND TOTAL	\$15,000,000.00				