



## City Council

### Approval of a Resolution Authorizing a Grant Agreement with Interfaith Works for Construction of a Homeless Shelter, Phase 1 of Redevelopment of 2828 Martin Way East

**Agenda Date:** 11/10/2020  
**Agenda Item Number:** 4.G  
**File Number:**20-0885

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**Type:** resolution **Version:** 1 **Status:** Passed

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#### Title

Approval of a Resolution Authorizing a Grant Agreement with Interfaith Works for Construction of a Homeless Shelter, Phase 1 of Redevelopment of 2828 Martin Way East

#### Recommended Action

##### Committee Recommendation:

Not referred to a committee.

##### City Manager Recommendation:

Move to approve a Grant Agreement between the City of Olympia and Interfaith Works for construction of a homeless shelter, Phase 1 of Redevelopment of 2828 Martin Way East.

#### Report

##### Issue:

Whether to approve a Grant Agreement between the City and Interfaith Works for construction of a homeless shelter, Phase 1 of Redevelopment of 2828 Martin Way East.

##### Staff Contact:

Cary Retlin, Housing and Homeless Response Program Manager, 360.570.3956

##### Presenter(s):

None. Consent item.

#### Background and Analysis:

The Home Fund Advisory Board recommended a total award of \$1,100,000 for development of a low income supportive housing and shelter project on the City's 2828 Martin Way E. property. This property was acquired with Home Fund proceeds for use as a supportive housing and housing-related services project in accord with RCW 82.14.530. The City of Olympia entered into a Real Estate Purchase and Sale Agreement with the Low Income Housing Institute (LIHI) in 2019, with the intention that the property be developed into a supportive housing facility. LIHI is acting as the developer of this project and is partnering with Interfaith Works (IW) to operate the shelter. LIHI will develop 64 supportive housing units.

The general purpose of this Grant Agreement between the parties is to provide funding to Interfaith Works for the development and construction of a 24/7 enhanced homeless shelter with up to sixty (60) beds and support facilities on the ground floor. The total grant funding authorized by this agreement from the City of Olympia Home Fund to Interfaith Works is \$500,000 for capital funding of the Interfaith Works shelter located at 2828 Martin Way East, Olympia, WA (EXHIBIT A). Funding is provided pursuant to RCW 82.14.530.

**Community Interests:**

Responding to the regions homeless crisis is an issue that affects the entire community. This project is the City's first Home Fund project following approval of the Home Fund levy in February of 2018.

**Options:**

1. Approve the proposed Grant Agreement and authorize the City Manager to sign the agreement on behalf of the City of Olympia.
2. Do not approve the proposed agreement.
3. Do not take action on the proposed agreement and refer the matter to a Council Committee for further consideration.

**Financial Impact:**

The proposed agreement will provide \$500,000 to Interfaith Works for development of a 60 bed shelter.

**Attachments:**

Resolution  
Agreement