H. R. 726

To authorize the Secretary of Housing and Urban Development to make grants to nonprofit community organizations for the development of open space on municipally owned vacant lots in urban areas.

IN THE HOUSE OF REPRESENTATIVES

February 12, 1997

Mrs. Maloney of New York (for herself, Mr. Bonior, Mrs. Carson, Ms. Christian-Green, Mr. Clyburn, Mr. Dellums, Mr. Evans, Mr. Fattah, Mr. Foglietta, Mr. Frost, Mr. Gutierrez, Ms. Jackson-Lee of Texas, Mr. Kildee, Mr. Lewis of Georgia, Mr. Nadler, Ms. Norton, Mr. Owens, Mr. Rush, Mr. Serrano, and Mr. Towns) introduced the following bill; which was referred to the Committee on Banking and Financial Services

A BILL

To authorize the Secretary of Housing and Urban Development to make grants to nonprofit community organizations for the development of open space on municipally owned vacant lots in urban areas.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Revitalizing Cities
- 5 Through Parks Enhancement Act".

1 SEC. 2. CONGRESSIONAL FINDINGS.

2	The Congress finds that—
3	(1) open spaces and community parks are a
4	critically important portion of urban infrastructure;
5	(2) many inner-city areas suffer from a lack of
6	public open space for community residents to use for
7	recreation, social interaction, and relief from dense
8	urban conditions;
9	(3) vacant lots, many in public ownership as a
10	result of tax foreclosures, are common in inner-city
11	areas;
12	(4) the recent economic recession substantially
13	increased the number of such vacant lots;
14	(5) such lots often become drug trafficking
15	areas, thereby decreasing the value of surrounding
16	property and leading to higher crime rates in inner-
17	city areas; and
18	(6) the refurbishment of such lots, by removing
19	garbage and rubble and creating well-lighted and
20	maintained open spaces and community parks,
21	would establish positive assets for surrounding com-
22	munities, provide positive outlets for community
23	youth, increase property values, make other types of
24	investment in the communities more attractive, and
25	generally improve the quality of life for residents of

the affected communities.

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SEC. 3. AUTHORITY TO MAKE GRANTS.

- 2 (a) IN GENERAL.—The Secretary of Housing and
- 3 Urban Development shall, to the extent amounts are pro-
- 4 vided in appropriation Acts pursuant to section 13, make
- 5 grants under this Act to qualified community organiza-
- 6 tions for establishment of community open space in urban
- 7 areas.
- 8 (b) Amount.—The aggregate amount of any grants
- 9 made under this Act to any single qualified community
- 10 organization in any single fiscal year may not exceed
- 11 \$250,000.

12 SEC. 4. QUALIFIED COMMUNITY ORGANIZATIONS.

- A grant under this Act may be made only to a non-
- 14 profit organization that—
- 15 (1) has among its purposes significant activities
- 16 related to the improvement of the neighborhood,
- 17 community, or city in which any property that is to
- be assisted with the grant under this Act is located;
- 19 (2) has a history of serving such neighborhood,
- 20 community, or city;
- 21 (3) maintains, through significant representa-
- 22 tion on the organization's governing board and oth-
- erwise, accountability to residents of such neighbor-
- 24 hood, community, or city; and
- 25 (4) complies with such standards of financial
- accountability as the Secretary may require.

SEC. 5. USE OF GRANT AMOUNTS.

2 (a) Eligible Activities.—Amounts from a	grant
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- 3 made under this Act may be used by the recipient of the
- 4 grant only for costs relating to the establishment of com-
- 5 munity open space, as follows:
- 6 (1) To develop eligible municipal real property
- 7 for use as community open space, which shall in-
- 8 clude design, clearance, demolition, removal, beau-
- 9 tification, site improvements, and construction or in-
- stallation of facilities and improvements for such
- 11 property.
- 12 (2) To lease or otherwise obtain the use of eligi-
- 13 ble municipal real property for establishment of
- 14 community open space.
- 15 (3) To maintain community open space.
- 16 (4) To cover other administrative costs related
- to the establishment, development, maintenance, ad-
- ministration, or management of the community open
- space, except that not more than 10 percent of any
- single grant made under this Act may be used for
- 21 costs under this paragraph.
- 22 (b) Development Plan Requirement.—Amounts
- 23 from a grant made under this Act may be used by the
- 24 recipient of a grant only to carry out activities under sub-
- 25 section (a) that are described in the development plan of
- 26 the recipient approved by the Secretary under section 7

1	or that are described in an amendment to the development
2	plan approved by the Secretary under section 9.
3	(c) Community Involvement Requirements.—A
4	qualified community organization that applies for a grant
5	under this Act shall provide for involvement by interested
6	residents and organizations of the neighborhood, commu-
7	nity, or city in which the property to be assisted under
8	plan is located in—
9	(1) establishing the development plan under
10	section 7(b), which shall include—
11	(A) making the proposed development plan
12	available in a manner that, in the determination
13	of the Secretary, provides interested parties a
14	reasonable opportunity to examine its content
15	and to submit comments on the proposed plan;
16	and
17	(B) holding one or more public hearings to
18	obtain the views of interested parties regarding
19	the proposed plan; and
20	(2) carrying out activities under the develop-
21	ment plan, if the qualified community organization
22	is a recipient.

1 SEC. 6. ELIGIBLE MUNICIPAL REAL PROPERTY.

- 2 Amounts from a grant under this Act may be used
- 3 for costs under section 5(a) relating to the establishment
- 4 of community open space only on real property that—
- 5 (1) is owned in fee simple by the unit of general
- 6 local government in which the property is located;
- 7 (2) is located in an urban area;
- 8 (3) is free of structures; and
- 9 (4) is subject to a binding commitment, entered
- into by the unit of general local government that
- owns the property and the eligible community orga-
- nization receiving the grant, that makes the property
- available for use and improvement under this Act as
- community open space for a period of not less than
- 15 7 years.

16 SEC. 7. APPLICATION AND DEVELOPMENT PLAN.

- 17 (a) IN GENERAL.—The Secretary shall provide for
- 18 nonprofit organizations to submit applications to the Sec-
- 19 retary for grants under this Act in such form and manner
- 20 as the Secretary may require to carry out the purposes
- 21 of this Act.
- 22 (b) Development Plan.—The Secretary shall re-
- 23 quire each application to include a detailed plan for the
- 24 use of any amounts received from a grant under this Act,
- 25 which shall include—

1	(1) a description of any eligible municipal prop-
2	erty that is to be established as community open
3	space using such grant amounts;
4	(2) evidence of the ownership of the eligible mu-
5	nicipal property and the binding commitment re-
6	quired under section 6(4) for the property;
7	(3) a description of the nonprofit organization
8	applying for the grant that is sufficient to allow the
9	Secretary to determine whether such organization is
10	a qualified community organization;
11	(4) a description of the activities under section
12	5(a) to be conducted with amounts from the grant
13	(5) evidence of any commitments to make as-
14	sistance (other than assistance under this Act) avail-
15	able for use in developing or maintaining the com-
16	munity open space;
17	(6) a description of the need for community
18	open space in the neighborhood or community in
19	which the eligible municipal property is located;
20	(7) a description of how the nonprofit organiza-
21	tion will provide for the maintenance of the commu-
22	nity open space;
23	(8) a description of the community participation
24	involved (pursuant to section 5(c)) in establishing

the plan, and the provisions made (pursuant to such

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- 1 section) for community participation in developing,
- 2 maintaining, administering, and managing the com-
- 3 munity open space;
- 4 (9) a budget specifying all of the estimated
- 5 costs relating to the project to establish and main-
- 6 tain the community open space; and
- 7 (10) any other information the Secretary con-
- 8 siders appropriate to carry out this Act.

9 SEC. 8. SELECTION AND GRANT AGREEMENTS.

- 10 (a) Selection.—From among the applications sub-
- 11 mitted under section 7, the Secretary shall select qualified
- 12 community organizations to receive grants under this Act
- 13 pursuant to a competitive selection process. The Secretary
- 14 shall review all applications received and may select only
- 15 applications containing development plans that the Sec-
- 16 retary approves as feasible and cost-effective pursuant to
- 17 the competitive selection process.
- 18 (b) Selection Criteria.—The competitive selection
- 19 process referred to in subsection (a) shall be based upon
- 20 selection criteria, which shall include—
- 21 (1) the extent of community involvement in the
- establishment, development, maintenance, adminis-
- tration, or management of the community open
- space;

- 1 (2) the extent of need for community open 2 space in the neighborhood or community in which 3 the eligible municipal property is located;
- 4 (3) the extent to which the development plan 5 for the community open space limits administrative 6 and management costs relating to the community 7 open space; and
- 8 (4) the extent to which commitments have been 9 made providing assistance (other than assistance 10 under this Act) for use in establishing, developing, 11 maintaining, administering, or managing the com-12 munity open space.
- 13 (c) Grant Agreements.—The Secretary shall enter 14 into agreements with each qualified community organiza-15 tion selected to receive a grant under this section as the 16 Secretary considers necessary to ensure that amounts pro-17 vided under the grant are used in accordance with the re-18 quirements of this Act to carry out the development plan
- 19 approved under section 7 and any amendments to such
- 20 plan approved under section 9.

21 SEC. 9. AMENDMENTS TO DEVELOPMENT PLANS.

- The Secretary shall provide for recipients to submit
- 23 amendments to development plans to the Secretary and
- 24 for the Secretary to review, and approve or disapprove,
- 25 such amendments.

1 SEC. 10. REPORTS.

- 2 (a) Recipients.—The Secretary may require each
- 3 recipient to submit to the Secretary such reports as the
- 4 Secretary considers appropriate to determine whether the
- 5 recipient is carrying out the development plan for any
- 6 community open space for which the grant was made and
- 7 is complying with the provisions of this Act and any agree-
- 8 ments entered into under section 8(c).
- 9 (b) Secretary.—The Secretary shall submit a re-
- 10 port to the Congress not less than annually describing the
- 11 grants made under this Act, the recipients of the grants,
- 12 and the community open space provided with such grant
- 13 amounts.
- 14 SEC. 11. DEFINITIONS.
- 15 For purposes of this Act, the following definitions
- 16 shall apply:
- 17 (1) COMMUNITY OPEN SPACE.—The term
- 18 "community open space" means a parcel of real
- 19 property that is used for open space, park, play-
- ground, garden, or other recreational or other simi-
- 21 lar purposes and is generally open to and available
- for use by the public.
- 23 (2) Nonprofit organization.—The term
- 24 "nonprofit organization" means a private organiza-
- 25 tion that—

1	(A) is organized under State or local laws;
2	and
3	(B) has no part of its net earnings inuring
4	to the benefit of any member, shareholder,
5	founder, contributor, or individual.
6	(3) Qualified community organization.—
7	The term "qualified community organization" means
8	a nonprofit organization that complies with the re-
9	quirements under section 4 to be eligible to receive
10	a grant under this Act.
11	(4) Recipient.—The term "recipient" means a
12	qualified community organization that receives a
13	grant under this Act.
14	(5) Urban area.—The term "urban area"
15	means—
16	(A) a city within a standard metropolitan
17	statistical area (as established by the Office of
18	Management and Budget) which is the central
19	city of such area (as defined and used by such
20	Office); or
21	(B) a city within such a standard metro-
22	politan statistical area which has a population
23	of 50,000 or more.
24	(6) Secretary.—The term "Secretary" means
25	the Secretary of Housing and Urban Development.

- 1 (7) Unit of general local government.—
 2 The term "unit of general local government" means
 3 any city, town, township, county, parish, village, or
 4 other general purpose political subdivision of a
 5 State.
- 6 (8) STATE.—The term "State" means the
 7 States of the United States, the District of Colum8 bia, the Commonwealth of Puerto Rico, the Com9 monwealth of the Northern Mariana Islands, Guam,
 10 the Virgin Islands, American Samoa, and any other
 11 territory or possession of the United States.
- 12 SEC. 12. REGULATIONS.
- The Secretary shall issue any regulations necessary to carry out this Act.
- 15 SEC. 13. AUTHORIZATION OF APPROPRIATIONS.
- There is authorized to be appropriated for grants under this Act \$10,000,000 for fiscal year 1998 and \$10,000,000 for fiscal year 1999.