

RESOLUTION NO. 2025-44

**A RESOLUTION OF THE FLAGSTAFF CITY COUNCIL, ADOPTING THE
ADAPTIVE REUSE BOND PROGRAM**

RECITALS:

WHEREAS, affordable housing in Flagstaff has been a documented need for more than 50 years and has reached crisis levels in recent years with data showing housing costs pushed higher by limited supply and external demand exceeding the buying and renting power of the local workforce; and

WHEREAS, in response to a citizen's petition, in December 2020, Flagstaff City Council adopted Resolution 2020-66 declaring a Housing Emergency for the City of Flagstaff, prioritizing affordable housing within City operations to create safe, decent and affordable housing opportunities for all community members; and

WHEREAS, on February 15, 2022, Council adopted Resolution 2022-03, approving the City of Flagstaff's 10-Year Housing Plan, which identifies a strategy to "Present 2022 Bond Measure to Council and Community for consideration for additional funding to be leveraged with local, state, and federal dollars" to fund the creation of affordable housing programs; and

WHEREAS, City Council placed Proposition 442 on the ballot for the November 2022 election with one of the funding categories being "Repurpose Existing Buildings into Rental Units"; and

WHEREAS, voters of Flagstaff approved Proposition 442 in the November 8, 2022 General Election; and

WHEREAS, on November 7, 2023, Council adopted Resolution 2023-51, establishing the City of Flagstaff Rental Incentive Bond Program with an allocation of approximately \$5 million in general obligation bond funds; and

WHEREAS, the City desires to further the Proposition 442 purposes by adopting an "Adaptive Reuse Bond Program" policy; and

WHEREAS, for-profit and non-profit entities seeking to acquire, repurpose, and rehabilitate existing buildings for the purpose of affordable rental housing may be eligible to apply for funding under this policy.

ENACTMENTS:

**NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FLAGSTAFF AS
FOLLOWS:**

SECTION 1: That the Adaptive Reuse Bond Program, a copy of which is attached as Exhibit A to this Resolution, is hereby adopted.

SECTION 2: Council directs staff to develop an application for the award of approximately \$3 million

dollars in funding as set forth in the Adaptive Reuse Bond Program.

SECTION 3: That City staff is hereby authorized to take such other and further measures and actions as are necessary and appropriate to carry out the terms, provisions, and intents of this Resolution.

This resolution shall be immediately effective upon adoption.

PASSED AND ADOPTED by the City Council of the City of Flagstaff this 2nd day of September, 2025.

MAYOR

ATTEST:

CITY CLERK

APPROVED AS TO FORM:

CITY ATTORNEY

Exhibits:
Adaptive Reuse Bond Program