United States Senate

WASHINGTON, DC 20510

COMMITTEES:
APPROPRIATIONS
FOREIGN RELATIONS

SELECT COMMITTEE ON INTELLIGENCE
SMALL BUSINESS AND ENTREPRENEURSHIP
SPECIAL COMMITTEE ON AGING

December 18, 2018

The Honorable Ben Carson Secretary U.S. Department of Housing and Urban Development 451 7 Street, SW Washington, D.C. 20410

The Honorable Charles Rettig Commissioner Internal Revenue Service 111 Constitution Avenue, NW Washington, D.C. 20224

Dear Secretary Carson and Commissioner Rettig:

I write with great concern for constituents who reside at the Glorieta Gardens Apartments in Opa-locka, Florida. In 2017, Glorieta Gardens Apartments, which consists of more than 300 units owned and managed by Glorieta Partners Ltd., went through an extensive rehabilitation that reportedly cost more than \$16 million. It was partially financed with federal tax credits and allegedly allowed for a 20 percent subsidized-Housing and Urban Development (HUD) rent increase in the wake of its completion. Since the rehabilitation, tenants have reported that the property is in worse condition now than it was prior to the repairs.

My staff recently visited the property, met with residents, and witnessed thick layers of mold coating walls, sewage leaking into kitchens, and corroded pipes. Tenants reported that they received appliances that do not work, experienced instances where their walls were painted to cover rust and mold, and experience constant flooding. Tenants were assured by management that a "state of the art security camera system" would be installed, however, no such security system is believed to be present on the property, while violent crime and drive-by shootings remain prevalent.

In addition to the responsibilities afforded to HUD to ensure safe living conditions, I respectfully request that both HUD and the Internal Revenue Service (IRS) audit the finances of Glorieta Partners, Ltd., and their contractors, to ensure federal tax dollars were used as intended in the rehabilitation and management of Glorieta Gardens. In addition, I request HUD consider freezing the 20 percent rent increase, if it was awarded to the property, until Glorieta Gardens can achieve consistent satisfactory Real Estate Assessment Center inspection scores.

Families who live in HUD-assisted properties deserve proper federal oversight and necessary protection. If needed, I encourage HUD to make a Section 8 pass-through lease available to the tenants until the property is properly rehabilitated by the owner as promised. As a U.S. Senator, it is my duty to ensure federal tax dollars appropriated by Congress are not misused at the expense of the families they are intended to serve.

Thank you for your attention to this important matter.

Sincerely,

Marco Rubio

U.S. Senator