



Legislation Text

File #: 19-0064R, Version: 1

RESOLUTION AUTHORIZING A REQUEST FOR HUD HOME FUNDS FOR THE 2019 PROGRAM YEAR, AUTHORIZING AGREEMENTS WITH APPROPRIATE AGENCIES.

CITY PROPOSAL:

WHEREAS, City Council Resolution No. 19-0062R adopted January 28, 2019, approved FY 2019 annual Action Plan portion of the 2015-2019 Consolidated Plan; and

WHEREAS, the secretary of HUD is authorized to make grants to cities and/or counties to finance local community development programs, approved in accordance with the provisions of Title I of said Act, as well as grants under the Cranston-Gonzales National Affordable Housing Act of 1990, as amended, (the HOME program) and the Stewart B. McKinney Homeless Assistance Act of 1987, as amended (the Emergency Solutions Grants program [ESG]);

NOW, THEREFORE, BE IT RESOLVED, that the proper city officials are hereby authorized to make and submit appropriate documentation to HUD for those projects and corresponding funding levels as set forth below:

2019 HOME PROGRAM - FUND 260, AGENCY 020, OBJECT 5434, PROJECT CD19HM

SUB

<u>PROJECT</u>	<u>ACTIVITY</u>	<u>PROJECTS</u>	<u>AMOUNT</u>
GN18	1734	Homeless Rental Asst. (TBRA) - HRA	\$ 90,000
GN18	173A	TBRA Admin - HRA	\$ 7,000
GN18	6915	CLT Acquisition/Rehabilitation - One Roof	\$ 320,000
GN18	6915	CLT New Construction - One Roof	\$ 150,000
GN18	AD01	Program Administration (City)	\$ 52,614
	Total		<u>\$ 619,614</u>

BE IT FURTHER RESOLVED, the following are hereby designated as the financial sources for the above program:

Year 2019	HOME Grant	<u>\$ 619,614</u>
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BE IT FURTHER RESOLVED, that the city of Duluth and its officials are authorized and directed to assume full responsibility for assuring that its community development program is carried out in full compliance with the provisions of the acts implementing the programs and all regulations of HUD issued pursuant thereto. This authorization shall also apply to existing programs with the city and HUD under the HUD CDBG, HOME and ESG programs.

BE IT FURTHER RESOLVED, that the appropriate city officials are authorized to execute the appropriate agreements with these agencies upon receipt of approval of HUD funds.

STATEMENT OF PURPOSE: This resolution reflects the recommendations of the Community Development Committee (CD committee) with concurrence of the Community Planning manager. The CD committee solicited comments from organizations and citizens as related to the proposed FY 2019 funding for the HOME Investment Partnerships Program (HOME). The recommendations contained in this resolution were developed based on consideration of citizen comments, the public hearing held on December 4<sup>th</sup>, 2018, surveys, and the deliberations of the CD committee. There was a 30-day public comment period from November 3, 2018, to December 3, 2018, on the draft 2019 annual action plan portion of the 2015-2019 consolidated plan, which also includes recommended funding for the 2019 CDBG, HOME and ESG programs. The CD committee held a public hearing on December 4, 2018, to hear comments on the funding recommendations and then modified, if necessary, its initial amounts to reflect those comments. The CD committee's recommendations were adopted on December 4, 2018, with the concurrence of the Community Planning manager.

Source of Funds:

\$619,614 in new 2019 HUD HOME Funds

The resolution, in addition to authorizing application for grant funds and administration of same when received, also takes the following actions:

- (a) Allocates funds by project for 2019 HOME Program.
- (b) Authorizes contracts for the activities upon receipt of the funding contract and completion of the environmental review process.

## 19-HM-01

**Project Name:** Homeless Rental Assistance Program (TBRA) - Duluth HRA

**Project Summary:** The program will provide rental assistance for households who would otherwise be homeless or are homeless by HUD's definition. The City and the HRA have established this program to provide rental assistance as a significant component in the continuum of services to prevent homelessness.

**Goal:** 13 homeless families to be served

**Amount Recommended:** \$90,000

**19-HM-02**

**Project Name:** Community Land Trust New Construction

**Project Summary:** One Roof, a Community Housing Development Organization, will construct three new housing units, providing affordable homeownership opportunities, for low-moderate income households. The long-term affordability of the homes will be preserved through the Community Land Trust (CLT) program.

**Goal:** 3 housing units

**Amount Recommended:** \$150,000

**19-HM-03**

**Project Name:** Community Land Trust Acquisition/Rehabilitation/Resale- One Roof Community Housing

**Project Summary:** One Roof, a Community Housing Development Organization, will acquire and rehab eight housing units, providing affordable homeownership opportunities, for low-moderate income households. The long-term affordability of the homes will be preserved through the Community Land Trust (CLT) program.

**Goal:** 8 Housing Units

**Amount Recommended:** \$320,000