

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date	May 18, 2009
	Agenda Item No. 41 Roll Call No. <u>09-</u> Communication No. <u>09-348</u> Submitted by: Larry Hulse, Community Development Director	

AGENDA HEADING:

Authorizing the Mayor to sign Amendment #3 of the Community Development Block Grant Housing Disaster Recovery Fund Contract with Iowa Department of Economic Development (Contract Number 08-DHR-009).

SYNOPSIS:

The amendment provides the second half of the original allocation of funds. The City of Des Moines was originally allocated \$1,177,013 for the Jumpstart Housing Assistance Program. The original contract (08-DHR-009) provided access to half of those funds. This amendment provides access to the remaining \$588,507.

FISCAL IMPACT:

Amount: \$588,507

Funding Sources: The Iowa Department of Economic Development is administering the Federal Community Development Block Grant (CDBG) Disaster Recovery Funds per a statewide allocation plan approved by Housing and Urban Development.

ADDITIONAL INFORMATION:

On September 30, 2008 by Roll Call 08-1711 Council approved the Jumpstart Housing Assistance Program Grant Agreement with the Iowa Finance Authority which provided funding in the amount of \$658,711.43 for three housing programs to assist residents impacted by the heavy rain and flooding events of 2008. The programs created, Jumpstart Housing Assistance, allow Des Moines homeowners impacted by last summer’s rain and flood events to access funds for down payment assistance, housing repair/rehabilitation, and interim mortgage assistance. The programs have been expanded to include repair/rehabilitation assistance to landlords as well.

Since the initial State funding was awarded in September of 2008, three additional allocations have been awarded to Des Moines for the Jumpstart Housing Assistance Programs:

- \$1,177,014 in Federal Community Development Block Grant (CDBG) funds administered by the Iowa Department of Economic Development (IDED). Half of these funds were provided to the City by the approval CDBG Housing Disaster Recovery Fund Contract with Iowa Department of Economic Development on October 13, 2008 (Roll Call 08-1810). The other half of these funds

are provided through this amendment (Amendment 3) which the mayor is required to sign by IDED.

- \$790,453.71 from the State of Iowa via House File 64 and administered by the Iowa Finance Authority (IFA). Council authorized receipt of these funds through a grant agreement amendment on February 9, 2009 by Roll Call 09-236.
- \$1,008,869 in CDBG funds administered by the IDED. Council authorized receipt of these funds through authorization of the Iowa Department of Economic Development (IDED) Community Development Block Grant (CDBG) Housing Disaster Recovery Fund Contract (08-DHR-209).
- Total Jumpstart Budget: \$3,635,048.10

PREVIOUS COUNCIL ACTION(S):

Date: October 13, 2008

Roll Call Number: 08-1810

Action: Approving CDBG Housing Disaster Recovery Fund Contract with Iowa Department of Economic Development. Sponsor: Mahaffey. (Council Communication No. 08-628) Moved by Mahaffey to adopt. Motion Carried 6-1. Absent: Cownie.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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