

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date: February 28, 2011
	Agenda Item No. 29 Roll Call No. <u>11-0314</u> Communication No. <u>11-129</u> Submitted by: Phil Delafield, Community Development Director

AGENDA HEADING:

Approve the Form of Agreement between West Bank and the City of Des Moines for the Dispersal of Federal Home Loan Bank Affordable Housing Program Grant Funds

SYNOPSIS:

Approval of the Form of Agreement with West Bank that delineates responsibilities and procedures for satisfying monitoring and compliance requirements for grant funds from the Federal Home Loan Bank. The grants, for a total of \$300,000, go directly into home repairs for low-income owner-occupants that have emergency housing situations.

FISCAL IMPACT:

Amount: \$300,000

Funding Source: Federal Home Loan Bank of Des Moines

ADDITIONAL INFORMATION:

The Federal Home Loan Bank of Des Moines provides grant funds for member banks through its Affordable Housing Program. A member bank may sponsor a non-profit or government organization to make application to administer a program that preserves affordable housing for low-income residents. Applications for funds are held annually and are very competitive.

On June 14, 2010, by Roll Call 10-922, City Council approved a grant application to the Federal Home Loan Bank for \$300,000 for the Minor Home Repair Program using West Bank as a sponsor. Only certain banks in the Des Moines area are Member Institutions of the Federal Home Loan Bank and are able to make application for the funds. West Bank is headquartered at 1601 22nd Street in West Des Moines. Dan McNace is the Executive Vice President of West Bank with signature privileges from the Federal Home Loan Bank of Des Moines.

On November 23, 2010, West Bank and the City of Des Moines were notified that the grant application was successful.

On January 24, 2011, by Roll Call 11-0106, City Council approved Forms of Agreement among West Bank, the Federal Home Loan Bank, and the City of Des Moines for implementation of the Grants. West Bank has requested that the City of Des Moines approve an additional agreement that provides processes

and procedures needed for satisfying monitoring and compliance requirements.

The Neighborhood Conservation Division will assist approximately 100 low-income homeowners at approximately \$3,000 for each household with the Minor Home Repair Program. The program also utilizes Community Development Block Grant funds and funds from the Polk County Housing Trust Fund. Staffing funds are provided through CDBG for the Neighborhood Conservation Division, Community Development Department.

PREVIOUS COUNCIL ACTION(S):

Date: January 24, 2011

Roll Call Number: 11-0106

Action: [Affordable](#) Housing Program Agreement (AHP) with Federal Home Loan Bank of Des Moines and West Bank for low-income owner-occupied rehabilitation, \$300,000. ([Council Communication No. 11-049](#)) Moved by Hensley to adopt. Motion Carried 7-0.

Date: June 14, 2010

Roll Call Number: 10-922

Action: [A](#) \$250,000 grant request to Federal Home Loan Bank of Des Moines Affordable Housing Program by the City of Des Moines/West Bank, to provide rehabilitation assistance in low-income owner-occupied housing and approval of Memorandums of Understanding with Neighborhood Finance Corporation (NFC) and Home Opportunities Made Easy (HOME) Inc. for supportive services. ([Council Communication No. 10-341](#)) Moved by Hensley to approve. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to cityclerk@dmgov.org.