CITY OF DES MOINES	Council	Date: Agenda Item No.	June 13, 2011 32A
	<b>Communication</b> Office of the City Manager	Roll Call No. Communication No.	<u>11-995</u>

# **AGENDA HEADING:**

Approve and authorize the Mayor to sign Major Amendment #7 of the Community Development Block Grant Housing Disaster Recovery (CDBG-DR) Fund Contract with Iowa Department of Economic Development—IDED (Contract Number 08-DHR-209).

#### SYNOPSIS:

Approve and authorize the Mayor to sign Major Amendment #7 to a contract with IDED for CDBG disaster funds. This Amendment adjusts Attachment A of the existing contract to reflect the actual amount of funds need for homeowner and rental repair. Initial budgets numbers were based on estimates. All eligible applicants have now been served and the budget is being adjusted to reflect the actual cost incurred.

## FISCAL IMPACT:

<u>Amount:</u> \$8,701,220

<u>Funding Source:</u> 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 the Department of 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 for housing programs to assist residents impacted by the heavy rain and flooding events of 2008. The programs created Jumpstart Housing Assistance which allows Des Moines homeowners impacted by rain and flood events in 2008 to access assistance for down payments, housing repair/rehabilitation, and interim mortgage assistance. The programs have been expanded to include repair/rehabilitation assistance to landlords, new construction of single family housing, and new construction of rental housing.

The Single Family New Construction and Multi Family New Construction Programs are still progress but the repair program activities are now closed. All eligible applicants have been served. This Amendment adjusts the budget to reflect the actual amount of repair funds needed to serve these applicants. The overall budget is being adjusted from \$8,701,220 to \$8,629,703. The difference in the budgets will be recaptured by the Iowa Department of Economic Development and reallocated to other eligible activities.

#### **PREVIOUS COUNCIL ACTION(S):**

Date: March 28, 2011

Roll Call Number: 11-0527

<u>Action</u>: <u>Major</u> Amendment #6 to Community Development Block Grant Housing Disaster Recovery (CDBG-DR) Fund Contract with Iowa Department of Economic Development – IDED, (Contract No. 08-DHR-209) adding additional funding for construction of 21 single family homes and conversion of part of 322 SW 3<sup>rd</sup> Street into 25 rental units, \$2,772,727. (<u>Council Communication No. 11-191</u>) **Moved by Hensley to approve. Motion Carried 7-0.** 

Date: November 8, 2010

Roll Call Number: 10-1850

<u>Action</u>: <u>Des</u> Moines Community Development Block Grant – Disaster Recovery (CDBG-DR) Development Plan to build owner-occupied single-family homes to replace homes destroyed during heavy rains and flooding of 2008. (<u>Council Communication No. 10-678</u>) **Moved by Hensley to approve. Motion Carried 7-0.** 

Date: November 8, 2010

Roll Call Number: 10-1852

<u>Action</u>: <u>Funding</u> request to Iowa Department of Economic Development on behalf of Green Ltd. L.C. for \$2,000,000 of CDBG-DR funding for 25 units of housing and City commitment of \$400,000 in matching funding through HOME funds, Tax Increment Financing (TIF) or Tax Abatement. (<u>Council Communication No. 10-686</u>) **Moved by Hensley to adopt. 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.