

★ Roll Call Number

10-228

Agenda Item Number

55

Date February 8, 2010

**RESOLUTION APPROVING AGREEMENT WITH
NEIGHBORHOOD FINANCE CORPORATION (NFC) TO PROVIDE
ACQUISITION FINANCING FOR THE NEIGHBORHOOD STABILIZATION PROGRAM
(NSP) AND SUPPORTING DOCUMENTS TO IMPLEMENT THE PROGRAM.**

WHEREAS, Section 2301 of the Housing and Economic Recovery Act of 2008 created the Neighborhood Stabilization Program (NSP); and,

WHEREAS, Congress allocated \$3.92 billion of Community Development Block Grant funds to the NSP for state and local governments to provide emergency assistance redeveloping abandoned and foreclosed homes; and,

WHEREAS, the State of Iowa submitted a plan to HUD which allocated \$3.9 million to the City of Des Moines; and,

WHEREAS, the City of Des Moines submitted a plan to the State of Iowa to outline how to allocate these funds; and,

WHEREAS, the State of Iowa approved the City's plan to allocate the funds; and,

WHEREAS, by Roll Call No. 09-2289, the Council approved an amendment to the plan to provide acquisition and rehabilitation to developers to rehabilitate foreclosed houses; and,

WHEREAS, the NFC has agreed to provide acquisition financing for developers to acquire foreclosed homes.

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NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa, that the City Manager or his designee is authorized and directed to do the following:

1. Enter into an administrative agreement with the NFC to provide acquisition financing for selected developers to acquire foreclosed homes,
2. Submit and execute an amended "Attachment A" of the IDED NSP contract with the City,
3. Approve the revised forms of agreement to allow the City to be reimbursed with sale proceed from the properties and to allow developers to collect the developer fee.

(Council Communication Number 10 - 065)

Moved by Hensley to adopt.

FORM APPROVED

[Signature]

Michael F. Kelley
Assistant City Attorney

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE	✓			
COLEMAN				✓
GRIESS	✓			
HENSLEY	✓			
MAHAFFEY	✓			
MEYER	✓			
MOORE	✓			
TOTAL	6			1

MOTION CARRIED

APPROVED

T. M. Franklin
Mayor

CERTIFICATE

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

Diane Rauh
City Clerk