

March 24, 2021

WHEREAS, on August 18, 1993, Resolution No. 93-3001 established specific timeframes for the obligation and expenditure of Community Development Block Grant (CDBG) Funds; and

WHEREAS, on March 28, 2007, Resolution No. 07-0992 enhanced the City's existing expenditure policy with additional benchmarks; and

WHEREAS, at the discretion of the City Council, the timeframes may be extended for obligating and expending CDBG funded activities; and

WHEREAS, the CARES Act included a waiver that allows the public review and comment period to be no less than 5 days; and

WHEREAS, on April 20, 2020, City Council authorized the adoption of the FY 2020-21 Consolidated Plan Budget by Resolution No. 20-0655; and

WHEREAS, on November 11, 2020, City Council authorized Substantial Amendment No. 1 to the FY 2020-21 Action Plan Budget by Resolution No. 20-1845; and

WHEREAS, on December 3, 2020, the Housing and Homelessness Solutions Committee was briefed by memorandum regarding this item; and

WHEREAS, on December 17, 2020, the Community Development Commission (CDC) Financial Monitoring/Performance Standards Committee met to review and make recommendations to the City Manager's proposed extensions and reprogramming of CDBG and HOME Funds, along with the proposed amendment to the City's Citizen Participation Plan to trigger HUD's substantial amendment process to increase the amount from \$100,000.00 to \$500,000.00, and no amendments were recommended; and

WHEREAS, on January 7, 2021, upon recommendation by the CDC Financial Monitoring/Performance Standards Committee, the CDC reviewed and approved the proposed extensions and reprogramming of CDBG and HOME Funds, along with the proposed amendment to the City's Citizen Participation Plan, as follows: CDBG unspent funds remaining in 14 projects recommended for extension for a total of \$1,382,617.00 and unspent funds remaining in 10 projects recommended for reprogramming for a total of \$2,520,726; and HOME unspent funds remaining in 6 projects recommended for reprogramming for a total of \$1,996,715.00; and

WHEREAS, on January 25, 2021, the Government Performance and Financial Management Committee was briefed on the need to maintain ongoing compliance with HUD's timely expenditure policy and proposed Reprogramming Budget No. 1 (Substantial Amendment No. 2) to the FY 2020-21 Action Plan to use unspent prior year CDBG Funds in the amount of \$2,011,333.00 for the Residential Development Acquisition Loan Program and \$509,393.00 for Emergency Assistance/Rent Program; and use unspent HOME Funds in the amount of \$1,996,715.00 for the Housing Development Loan Program, and the proposed amendment to the City's Citizen Participation Plan; and

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WHEREAS, on February 24, 2021, City Council authorized (1) final adoption of Reprogramming Budget No. 1 (Substantial Amendment No. 2) to the FY 2020-21 Action Plan to: (a) use unspent prior year Community Development Block Grant funds in the total amount of \$2,011,333.00 for the Residential Development Acquisition Loan Program and \$509,393.00 for Emergency Assistance/Rent Program; and (b) use unspent Home Investment Partnerships Program (HOME) Funds in the amount of \$1,996,715.00 for the Housing Development Loan Program; (2) an amendment to the City's Citizen Participation Plan to increase the amount required to trigger HUD's substantial amendment process from \$100,000.00 to \$500,000.00 by Resolution No. 21-XXXX; and

WHEREAS, on February 24, 2021, City Council authorized (1) preliminary adoption of Substantial Amendment No. 3 to the FY 2020-21 Action Plan for the HOME Investment Partnerships Program (HOME) to (a) reduce the HOME grant amount by \$4,302,343.23 from CHDO Development and Operating Assistance, Development Loan Program and Home Program Administration; (b) reduce the unit production anticipated from 139 to 32; and (2) a public hearing to be held on March 24, 2021 to receive comments on Substantial Amendment No. 3 to the FY 2020-21 Action Plan for the HOME Investment Partnerships Program; and

WHEREAS, Housing desires to move forward with HUD to build a stronger partnership to address community needs and close out long-standing audit findings that have taken a considerable amount of time to resolve.

Now, Therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That a public hearing was held and at the close of the public hearing, the Dallas City Council hereby authorizes the final adoption of Substantial Amendment No. 3 to the FY 2020-21 Action Plan for the HOME Investment Partnerships Program to (a) reduce the HOME grant amount by \$4,302,343.23 from the CHDO Development and Operating Assistance, Development Loan Program and Home Program Administration; and (b) reduce the unit production anticipated from 139 units to 32.

SECTION 2. That the Dallas City Council authorizes the release of funds from their originally budgeted purposes to reduce the HOME grant amount by \$4,302,343.23 from the CHDO Development and Operating Assistance, Development Loan Program, Dallas Homebuyer Assistance Program and Home Program Administration, as follows:

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SECTION 2. (continued)

<u>Fund</u>	<u>Unit</u>	<u>Department</u>	<u>Program</u>	<u>Budget</u>	<u>FY 2021-21 Reduction</u>	<u>FY 2020-21 Amended Budget</u>
HM20	416E	HOU	CHDO Development Loan Program	\$ 900,323.00	\$(645,542.00)	\$ 254,781.00
HM20	417E	HOU	CHDO Operating Assistance	\$ 150,000.00	\$(150,000.00)	\$ 0.00
HM20	418E	HOU	HOME Program Administration Dallas Homebuyer Assistance	\$ 650,218.00	\$(480,364.00)	\$ 169,854.00
HM20	419E	HOU	Program Housing Development Loan	\$ 681,806.00	\$(281,806.00)	\$ 400,000.00
HM20	420E	HOU	Program	<u>\$4,118,536.00</u>	<u>\$(2,744.631.23)</u>	<u>\$1,373,904.77</u>
Total				\$6,500,883.00	\$(4,302,343.23)	\$2,198,539.77

SECTION 3. That this resolution shall take effect immediately from and after its passage in accordance with the Charter of the City of Dallas, and it is accordingly so resolved.