Agenda Item #: 31-3

PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Meeting Date:	October 18, 2011	[X] Consent [] Ordinance	[] Regular [] Public Hearing
Department:	Housing & Community Development		
Submitted By:	Housing & Community Development		

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve: Four (4) Amendments to the following four (4) Agreements under the FY 2010-2011 Federal HOME Investment Partnership (HOME) Program to increase the amount funded to \$397,049 per recipient, expand eligible activities, and provide time extensions as follows:

- 1) Amendment No. 001 to an Agreement (R2010-1750) with Noah Development Corporation;
- 2) Amendment No. 001 to an Agreement (R2010-1751) with Neighborhood Renaissance, Inc.;
- Amendment No. 001 to an Agreement (R2010-1752) with Word of Faith Community Development Corporation; and
- 4) Amendment No. 001 to an Agreement (R2010-1753) with Delray Beach Community Development Corporation.

Summary: On October 19, 2010, the Board of County Commissioners (BCC) approved the funding of these four (4) Community Housing Development Organizations (CHDOs) in the amount of \$323,284. These funds were to be utilized to provide second mortgage assistance to lower income home buyers. Due to the currently restrictive first mortgage lending market, and the inability of these home buyers to secure first mortgages, CHDOs have not been successful in providing any second mortgage assistance. (**Continued on Page 3**)

Background and Justification: Palm Beach County Housing and Community Development (HCD) receives HOME funds from the U.S. Department of Housing and Urban Development (HUD) on an annual basis. HOME funds are allocated to eligible State and local governments to strengthen public-private partnerships and to expand the supply of decent, safe, sanitary and affordable housing for very-low and low income families. The Board of County Commissioners created the HOME Program on March 3, 1992, which established a First-time Homebuyer Program that provides homeownership opportunities for low and very-low income families in Palm Beach County. (Continued on Page 3)

Attachments: (Con	tinued on Page 3)	
Recommended By:	Eduard he home	15/6/2011
,	Department Director	['] Date
Approved By:	hann Day	10/17/2011
7	Assistant County Administrator	/ Date /

II. FISCAL IMPACT ANALYSIS

Five Year Summary of Fiscal Impact: A.

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Fiscal Years	2012	2013	2014	2015	2016
Capital Expenditures					
Operating Costs	\$1,264,912				
External Revenues	(\$1,264,912)				
Program Income					
In-Kind Match (County)					
NET FISCAL IMPACT	-0-				
# ADDITIONAL FTE POSITIONS (Cumulative)	-0-				

Is Item Included In Current Budget?	Yes_	_X	No_	
Budget Account No.:				

Fund 1103 Dept 143 Unit 1434 Object 8201 Program Code/Period HM various-GY various

Recommended Sources of Funds/Summary of Fiscal Impact: В.

Approval of this agenda item will appropriate an additional \$1,264,912 of HOME funds to various CHDO programs.

C. **Departmental Fiscal Review:**

III. REVIEW COMMENTS

A. **OFMB Fiscal and/or Contract Development and Control Comments:**

$\langle \langle \cdot \rangle \rangle$	
May Hotel	A. J. Joseph July 11
OFMB 10/4/	Contract Development and Control
Legal Sufficiency:	These soundants comply with our vertew required.
	y ,

B.

C. Other Department Review:

Denartment	Director	

Summary: (Continued from Page 1)

In order to provide these CHDOs with more flexibility to assist income eligible home buyers, the proposed Amendments will permit them to provide both first and second mortgage program assistance. The proposed Amendments will increase the original \$484,927 funding level to \$1,588,196 to be distributed equally among the four (4) CHDOs. Each CHDO will accordingly be allocated \$397,049. The proposed Amendments will also extend the expiration date of the Agreements form April 30, 2012 to December, 31, 2012, to allow CHDOs to utilize the expanded strategy. These are Federal HOME Program grant funds which require no local match. (MHA) Districts 1, 6 & 7 (TKF)

Background and Justification: (Continued from Page 1)

According to the HOME Program regulations, at 24 C.F.R. 92.300, the participating jurisdiction "must reserve not less than 15% of its HOME funds for local non-profit CHDOs." An additional \$17,831 per CHDO above this required amount has been included for operating costs. These funds are being made available for eligible households at or below 80% of AMI.

Attachments: (Continued from Page 1)

- 1. Amendment No. 001 to an Agreement with Noah Development Corporation
- 2. Amendment No. 001 to an Agreement with Neighborhood Renaissance, Inc.
- 3. Amendment No. 001 to an Agreement with Word of Faith Community Development Corporation
- 4. Amendment No. 001 to an Agreement with Delray Beach Community Development Corporation
- 5. Agreement (R2010-1750) with Noah Development Corporation with Exhibits A to F
- 6. Agreement (R2010-1751) with Neighborhood Renaissance, Inc. with Exhibits A to F
- 7. Agreement (R2010-1752) with Word of Faith Community Development Corporation with Exhibits A to F
- 8. Agreement (R2010-1753) with Delray Beach Community Development Corporation with Exhibits A to F