

BUDGET RESOLUTION 2021-176

A RESOLUTION AMENDING THE FISCAL YEAR 2020-2021 BUDGET TO ACCEPT AND APPROPRIATE PROGRAM INCOME FOR THE CITY OF OCALA'S COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM IN THE AMOUNT OF \$12,365

WHEREAS, the city received Community Development Block Grant (CDBG) funding from the Department of Housing and Urban Development (HUD) for grant program years 2020 and 2021 to provide decent housing, create suitable living environments, and expand economic opportunities for low and moderate-income persons; and

WHEREAS, program participants signed 0% deferred mortgage agreements with terms including repayment; and

WHEREAS, during the course of the 2020 and 2021 fiscal years, the city received program income that positively affects the city's CDBG Program; and

WHEREAS, 24 CFR 570.504 defines program income and identifies eligible uses; and

WHEREAS, the CDBG program income needs to be appropriated.

NOW THEREFORE, BE IT RESOLVED, BY THE CITY COUNCIL OF THE CITY OF OCALA, FLORIDA, duly assembled in regular session that the Fiscal Year 2020-2021 budget be amended as outlined below to appropriate \$12,365 to carry out housing activities as outlined in the city's Annual Action Plan.

Source:

346-369-000-000-16-36943 CDBG Program Income \$12,365

Use:

346-060-644-554-55-34010 CDBG Rehab Other Services \$12,365


TOTAL \$12,365

This resolution adopted this 14 day of September, 2021.

CITY OF OCALA

By: 
Justin Grabelle
President, Ocala City Council

ATTEST:

By: 
Angel B. Jacobs
City Clerk

Approved as to form and legality:

By: 

Robert W. Batsel, Jr.
City Attorney

Reviewed for accounting accuracy & completeness:

By: 

Sandra Wilson
City Manager

CITY OF OCALA

CITY COUNCIL REPORT

Council Meeting Date: 09/14/21

Subject: CDBG Budget Resolution Program Income Fiscal Year 2020-2021

Submitted By: Burnadine Rich

Department: Community Development Services

STAFF RECOMMENDATION (Motion Ready): Adopt Budget Resolution 2021-176 to amend the Fiscal Year 2020-2021 Community Development Block Grant budget by appropriating program income in the amount of \$12,365

OCALA'S RELEVANT STRATEGIC GOALS: Quality of Place

PROOF OF PUBLICATION: N/A

BACKGROUND:

The city regularly receives Community Development Block Grant (CDBG) funds to be used in accordance with the Code of Federal Regulations (CFR), specifically 24 CFR 570. Funds are allocated for various activities including housing rehabilitation on properties owned by low to moderate income persons. Under the City's rehabilitation policy, participating homeowners may be required to sign a mortgage and note for all or a portion of the project costs. Based on the terms of each mortgage and note, funds may be repaid to the city. According to 24 CFR 570.504 these funds are to be treated as program income and must be used on eligible CDBG activities.

FINDINGS AND CONCLUSIONS: The city received \$12,365 in program income from two homeowners who received CDBG rehabilitation assistance. The homeowners found it necessary to sell the home prior to the maturity of the CDBG lien expiration date and were required to repay the balance of the outstanding lien. The \$12,365 will be used for housing rehabilitation assistance for additional low-to-moderate income level homeowners.

FISCAL IMPACT: This CDBG program income in the amount of \$12,365 increases available funding for CDBG eligible activities and will be applied to account number 346-060-644-554-55-34010.

PROCUREMENT REVIEW: N/A

LEGAL REVIEW: N/A

ALTERNATIVES:

Deny, Table or Direct Staff Otherwise.

SUPPORT MATERIALS: