

RESOLUTION NO. 2010-126

Adopted by the Sacramento City Council

March 9, 2010

APPROVAL OF THE 626 I STREET REHABILITATION PROJECT; ACCEPTANCE OF THE AMERICAN RECOVERY REINVESTMENT ACT (ARRA) COMPETITIVE GRANT AWARD; AND APPROVAL OF LOCAL FUNDS TO LEVERAGE PROJECT FINANCING

BACKGROUND

- A. On February 17, 2009, President Obama signed the American Recovery and Reinvestment Act of 2009 (ARRA).
- B. ARRA included a \$4 billion appropriation of Capital Fund for Public Housing Agencies (PHAs) to carry out capital and management activities, as authorized under Section 9 of the United States Housing Act of 1937. One billion was awarded to PHAs through the Capital Funds Recovery Competition (CFRC) Grants process.
- C. On, June 23, 2009, \$3.2 million of HOME funds were allocated to support the Housing Authority of the City of Sacramento CFRC application.
- D. On September 9, 2009 the Housing Authority of the City of Sacramento (Housing Authority) was awarded a \$10 million CFRC grant to be used to renovate the Riverview Apartments, located at 626 I Street.
- E. To provide the local fund leverage that is compatible with the CFRC grant award (federal funding), it is necessary to replace the allocation of HOME funds with alternative local funding.
- F. The proposed action is exempt from environmental review under the California Environmental Quality Act (CEQA) per Guidelines Section 15301(a) and (d). The proposed action is categorically excluded from environmental review under the National Environmental Policy Act (NEPA), per 24 CFR Section 58.35(a) (3)(ii), which excludes rehabilitation of multifamily residential buildings.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. After due consideration of the facts presented, the findings, including the environmental findings regarding this action stated above, are approved.
- Section 2. The Sacramento Housing and Redevelopment Agency is authorized to defund \$3.2 million Home Investment Partnership Program (HOME) funds and reallocate the funds to the HOME Multifamily Housing Loan Funds back to the Agency budget.

Section 3. To provide a conditional grant to the 626 I Street Modernization project, of up to \$1 million in Community Development Block Grant (CDBG) Funds; \$500,000 of CDBG Capital Reserve, as approved in the 2010 Mid-Year Action Plan Amendment, and up to an additional \$500,000 should the CDBG 2010 entitlement amount be increased by US Department of Housing and Urban Development.

Adopted by the City of Sacramento City Council on March 9, 2010 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Johnson.

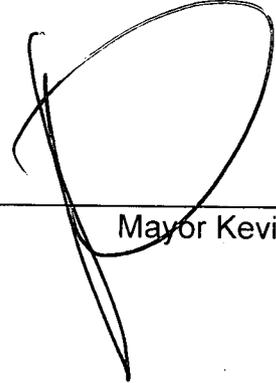
Noes: None.

Abstain: None.

Absent: None.

Attest:


Shirley Concolino, City Clerk



Mayor Kevin Johnson