

**CITY OF PEORIA, ARIZONA
COUNCIL COMMUNICATION**

CC: _____
Amend No. _____

Date prepared: January 4, 2011

Council Meeting Date: February 15, 2011

TO: Carl Swenson, City Manager

THROUGH: Susan J. Daluddung, Deputy City Manager

FROM: Glen Van Nimwegen, Planning and Community Development Director

SUBJECT:

Authorization to accept the Neighborhood Stabilization Program 3 (NSP3) grant from the U.S. Department of Housing and Urban Development (HUD) totaling \$1,198,780.

RECOMMENDATION:

Discuss and possible action to adopt Resolution 2011- , authorizing the City Manager to accept \$1,198,780 from the U.S. Department of Housing and Urban Development (HUD) to be used by the Planning and Community Development Department to address foreclosed real estate conditions within Peoria.

In addition, it is recommended that the Mayor and Council approve a budget amendment of \$1,198,780 from the Proposed Grants Contingency account (1000-0300-570000) to the Neighborhood Stabilization Program 3 Grant account (7130-7180) as listed below in the Fiscal Note section.

SUMMARY:

The City of Peoria received an NSP3 formula grant allocation of \$1,198,780 from HUD as authorized by Section 1497 of the Dodd-Frank Wall Street Reform and Consumer Act of 2010. The Act provides new NSP funds to states and local governments to assist in the redevelopment of abandoned and foreclosed homes. The Planning and Community Development Department will partner with Habitat for Humanity Central Arizona and Chicanos Por La Causa, Inc., to purchase, rehabilitate and resell previously foreclosed and vacant homes to low and moderate income families. In addition, administrative funding totaling ten percent (10%) of the grant allocation will be used to help offset city staff salaries and related grant expenses. The grant must be fully expended within three (3) years of the award date.

FISCAL NOTE:

Staff requests a budget amendment of \$1,198,780 from the Proposed Grants Contingency account 1000-0300-570000 to the Neighborhood Stabilization Program 3 Grant Fund 7130-7180 (accounts as itemized below) in order to establish an appropriation so that staff may accept and expend these funds:

Account #	Description	Amount
510000	Salaries and Wages	\$97,178
520099	Other Professional Services	\$19,500
520510	Overnight Travel/Training	\$1,800
520511	Local Training/Meetings	\$750
522006	City Participation in Outside Programs	\$1,078,902
530001	Office and General Supplies	\$650

ATTACHMENT:

Resolution 2011- ____.

CONTACT: Carin Imig, Neighborhood and Revitalization Administrator, x7381

RESOLUTION 2011-19

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF PEORIA, MARICOPA COUNTY, ARIZONA, TO ACCEPT AN AWARD IN THE AMOUNT OF \$1,198,780 FROM THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) TO ADMINISTER THE NEIGHBORHOOD STABILIZATION PROGRAM 3 GRANT.

WHEREAS, the City of Peoria is authorized to administer the Neighborhood Stabilization Program 3 Grant; and

WHEREAS, the Mayor and City Council of the City of Peoria desires to utilize grant funding to address foreclosed and vacant homes within the City of Peoria boundaries,

NOW, THEREFORE, BE IT RESOLVED by the Mayor and City Council of the City of Peoria, Maricopa County, Arizona, as follows:

That the City Council authorizes acceptance of a three year grant in the amount of \$1,198,780 from the U.S. Department of Housing and Urban Development (HUD) to be used by the Planning and Community Development Department to address foreclosed real estate conditions within Peoria; and

That the City Manager and staff are authorized and directed to execute such documents on behalf of the City, as may be necessary to receive and implement this grant; and

That the City Manager and Chief Financial Officer are authorized and directed to create appropriate budget accounts to facilitate the acceptance and implementation of this grant.

PASSED AND ADOPTED by the Mayor and City Council of the City of Peoria, Arizona this 15th day of February, 2011.

Bob Barrett, Mayor

Date Signed: _____

ATTEST:

Wanda Nelson, City Clerk

APPROVED AS TO FORM:

Stephen M. Kemp, City Attorney