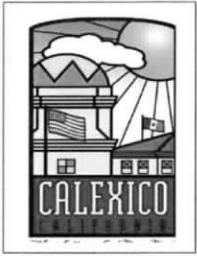


AGENDA
ITEM

3



AGENDA STAFF REPORT

DATE: August 26, 2020

TO: Mayor and City Council

APPROVED BY: Miguel Figueroa, City Manager *MF*

PREPARED BY: Christopher Velasco, Contract Planner *CV*

SUBJECT: Public Hearing for the approval of a Resolution of the Governing Body of the City of Calexico Authorizing Application to the Homekey Program

=====

Recommendation:

The Planning division recommends that the Planning Commission approve the following:

A Resolution of the Governing Body of the City of Calexico Authorizing Application to the Homekey Program.

Background:

The Department of Housing and Community Development (Department) issued a Notice of Funding Availability (“NOFA”) on July 16, 2020, for the Homekey Program. The City of Calexico would be the lead co-applicant to pay for the substantial upgrades to 801 Imperial Avenue and 18 Lincoln Street and complete several items on the Conditions of Approval listed on the Conditional Use Permit for the Hollies Hotel conversion into a Senior and Vulnerable Population Facility including the retention of existing commercial facilities. The co-applicant, Mirka Investment, LLC represents the developer who is submitting the actual application on behalf of the City. They retain the technical expertise and capacity to submit this grant application.

Discussion & Analysis:

If approved, this resolution would authorize the City Manager to enter into a Standard Agreement and all other legal requirements of the HomeKey Program with the Department of Housing and Community Development for the amount of \$5,840,663. This amount includes \$5,601,149 for capital expenditures and \$239,514 for a capitalized operating subsidy.

Fiscal Impact:

Net Positive: Funds would be used to replace a water main in the alley directly to the east of 801 Imperial Avenue at no cost to the City.

AGENDA
ITEM
3

Coordinated With:

City Manager's Office.

Attachment(s):

1. Resolution Authorizing Application to the Homekey Program.

AUTHORIZING RESOLUTION

Resolution No.:

A RESOLUTION OF THE GOVERNING BODY OF THE CITY OF CALEXICO AUTHORIZING APPLICATION TO THE HOMEKEY PROGRAM

WHEREAS:

A. The Department of Housing and Community Development (Department) has issued a Notice of Funding Availability ("**NOFA**"), dated July 16, 2020, for the Homekey Program ("**Homekey**" or "**Homekey Program**"). The Department has issued the NOFA for Homekey grant funds pursuant to Health and Safety Code section 50675.1.1 (Assem. Bill No. 83 (2019-2020 Reg. Sess.), § 21.)

B. The City of Calexico ("**Applicant**") desires to apply for Homekey grant funds. Towards that end, Applicant is submitting an application for Homekey funds ("**Application**") to the Department for review and consideration.

C. The Department is authorized to administer Homekey pursuant to the Multifamily Housing Program (Chapter 6.7 (commencing with Section 50675) of Part 2 of Division 31 of the Health and Safety Code). Homekey funding allocations are subject to the terms and conditions of the NOFA, the Application, the Department-approved STD 213, Standard Agreement ("**Standard Agreement**"), and all other legal requirements of the Homekey Program.

THEREFORE, IT IS RESOLVED THAT:

1. Applicant is hereby authorized and directed to submit an Application to the Department in response to the NOFA, dated July 16, 2020, and to apply for Homekey grant funds in a total amount not to exceed \$5,840,663. That amount includes \$5,601,149 for capital expenditures (as allowed under Health and Saf. Code, § 50675.1.1, subd. (a)(1)-(6)) and \$239,514 for a capitalized operating subsidy (as allowed under Health and Saf. Code, § 50675.1.1, subd. (a)(7)).
2. If the Application is approved, Applicant is hereby authorized and directed to ensure that any funds awarded for capital expenditures are spent by **December 30, 2020**, and that any funds awarded for capitalized operating subsidies are spent by **June 30, 2022**.
3. If the Application is approved, Applicant is hereby authorized and directed to enter into, execute, and deliver a Standard Agreement in a total amount not to exceed \$5,840,663, any and all other documents required or deemed necessary or appropriate to secure the Homekey funds from the Department and to participate in the Homekey Program, and all amendments thereto (collectively, the "**Homekey Documents**").
4. Applicant acknowledges and agrees that it shall be subject to the terms and conditions specified in the Standard Agreement, and that the NOFA and Application will be incorporated in the Standard Agreement by reference and made a part thereof. Any and all activities, expenditures, information, and timelines represented in the Application are enforceable through the Standard Agreement. Funds are to be used for the allowable expenditures and activities identified in the Standard Agreement.
5. MIGUEL FIGUEROA, CITY MANAGER, or his designee, is authorized to execute the Application and the Homekey Documents on behalf of Applicant for participation in the Homekey Program.

PASSED AND ADOPTED this _____ day of _____, 2020, by the following vote:

AYES: _____ NAYES: _____ ABSTAIN: _____ ABSENT: _____

Rosie Arreola-Fernandez, Mayor

ATTEST:

Gabriela T. Garcia, City Clerk

The undersigned, MIGUEL FIGUEROA, CITY MANAGER of Applicant, does hereby attest and certify that the foregoing is a true and full copy of a resolution of the governing body adopted at a duly convened meeting on the date above-mentioned, and that the resolution has not been altered, amended, or repealed.

SIGNATURE:

DATE:

NAME: MIGUEL FIGUEROA

TITLE: CITY MANAGER