

RESOLUTION NO. RES-2020-206

RESOLUTION OF THE COUNCIL OF THE CITY OF SANTA ROSA AUTHORIZING SUBMITTAL OF SUBSTANTIAL CARES ACT AMENDMENT NO. 2 TO THE FISCAL YEAR 2019/2020 ACTION PLAN TO THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT AND ACCEPTANCE AND APPROPRIATION OF \$1,281,401 IN ADDITIONAL COMMUNITY DEVELOPMENT BLOCK GRANT ALLOCATED UNDER THE CORONAVIRUS AID, RELIEF, AND ECONOMIC SECURITY ACT (CARES ACT) – CDBG-CV3

WHEREAS, in May 2019, Council approved the Fiscal Year 2019/2020 Action Plan outlining how Community Development Block Grant (CDBG), Home Investment Partnerships Act (HOME), and Housing Opportunities for Persons with AIDS (HOPWA) will be used; and

WHEREAS, a Substantial Amendment to the approved Action Plan is required by the U.S. Department of Housing & Urban Development (HUD) when a grantee moves federal funds from one eligible activity to another but is not a prerequisite to the use of Coronavirus Aid, Relief, and Economic Security Act (CARES Act) funds; and

WHEREAS, the CARES Act, signed into law on March 29, 2020, allocated HOPWA-CV funds in the amount of \$65,180 and CDBG-CV1 funds in the amount of \$859,608 to the City in the first round of funding, which was accepted and appropriated by Council via RES-2020-079 on May 19, 2020; and

WHEREAS, the CARES Act has allocated \$1,281,401 in CDBG-CV funds in the third round of funding due to the following community characteristics: 1) a high risk of virus spread; 2) large numbers of Very Low-Income Renter households; 3) a high number of businesses that are not reopening or are failing; and 4) communities where employees of the closed and struggling businesses live; and

WHEREAS, the CARES Act waived the requirement to provide a 30-day public comment period and instead shortened the public comment period to five (5) days; and

WHEREAS, the draft Substantial Amendment No. 2 was posted on the City's website and notice was provided through local print media outlets offering the public an opportunity to comment for a five (5) day period from November 16 to November 20, 2020; and

WHEREAS, the City desires to allocate its CDBG-CV3 funds to Santa Rosa residents whose ability to pay housing costs has been affected by the COVID-19 pandemic and the associated Shelter-in-Place ordered by the Sonoma County Health Officer and the State of California; and

WHEREAS, it has been the Council's practice to authorize submittal of the City's Action Plan to HUD each year and, now, in December 2020, authorizes the submittal of the Substantial Amendment No. 2 to the Fiscal Year 2019/2020 Action Plan.

NOW, THEREFORE, BE IT RESOLVED that the Council of the City of Santa Rosa approves and authorizes submittal of a Substantial CARES Act Amendment No. 2 to the Fiscal Year 2019/2020 Action Plan to the U.S. Department of Housing and Urban Development that programs CDBG-CV3 funds for rental assistance/housing instability, attached as Exhibit A to the resolution and incorporated herein by reference.

BE IT FURTHER RESOLVED that the Council authorizes the Director of Housing & Community Services to execute all professional services and grant agreements required to carry out and expend the CDBG-CV funds, subject to approval as to form by the City Attorney.

BE IT FURTHER RESOLVED that the Council authorizes the City Manager to execute all amendments to the City's federal funding agreements for CDBG and any additional documents required by HUD to implement the CARES Act funding, subject to approval as to form by the City Attorney.

BE IT FURTHER RESOLVED that the Council authorizes the Chief Financial Officer to: (1) increase budgeted revenue in Fund 2280 in the amount of \$1,281,401.00 with the source of funds being Federal CARES Act CDBG-CV3; and 2) appropriate those funds into Fund 2280/Key 42316 – CDBG-CV3 Rental Assistance in the amount of \$1,153,261 and Fund 2280/Key 42315 CDBG-CV3 Admin in the amount of \$128,140 to be used for eligible expenditures.

IN COUNCIL DULY PASSED this 1st day of December, 2020.

AYES: (7) Mayor Schwedhelm, Vice Mayor Fleming, Council Members Dowd, Olivares, Rogers, Sawyer, Tibbetts

NOES: (0)

ABSENT: (0)

ABSTAIN: (0)

ATTEST: \_\_\_\_\_ APPROVED: \_\_\_\_\_  
City Clerk Mayor

APPROVED AS TO FORM:

\_\_\_\_\_  
City Attorney

Exhibit A – Substantial CARES Act Amendment No. 2 to the Fiscal Year 2019/2020 Action Plan to the U.S. Department of Housing and Urban Development