

ORDINANCE/RESOLUTION REQUEST

Date of Request: 6/15/20

Please mark one: ☐ Bill Request or ☒ Resolution Request

1. Type of Request:

- ☐ Contract/Grant Agreement ☒ Intergovernmental Agreement (IGA) ☐ Rezoning/Text Amendment
- ☐ Dedication/Vacation ☐ Appropriation/Supplemental ☐ DRMC Change
- ☐ Other:

2. Title: Approves a grant agreement (revenue contract) for the Department of Housing Stability (HOST) to receive \$3,090,873 in HOME Investment Partnership (HOME) funds from the U.S. Department of Housing & Urban Development (HUD) for the 2020 program year. HOST utilizes these annual entitlement funds from HUD to provide funding for services and projects supporting housing program areas.

3. Requesting Agency: Department of Housing Stability (HOST)

4. Contact Person:

Contact person with knowledge of proposed ordinance/resolution	Contact person to present item at Mayor-Council and Council
Name: Laura Brudzynski	Name: Derek Woodbury
Email: laura.brudzynski@denvergov.org	Email: derek.woodbury@denvergov.org

5. General a text description or background of the proposed request, if not included as an executive summary.
See Executive Summary

6. City Attorney assigned to this request (if applicable):

7. City Council District: All

Key Contract Terms

Type of Contract: (e.g. Professional Services > \$500K; IGA/Grant Agreement, Sale or Lease of Real Property): Grant agreement

Vendor/Contractor Name: U.S. Department of Housing & Urban Development (HUD)

Contract control number: HOST-202054954

Location: Citywide

Is this a new contract? ☒ Yes ☐ No **Is this an Amendment?** ☐ Yes ☒ No **If yes, how many?** _____

Contract Term/Duration (for amended contracts, include existing term dates and amended dates):

Contract Amount (indicate existing amount, amended amount and new contract total):

<i>Current Contract Amount (A)</i>	<i>Additional Funds (B)</i>	<i>Total Contract Amount (A+B)</i>
\$3,090,873	0	\$3,090,873

<i>Current Contract Term</i>	<i>Added Time</i>	<i>New Ending Date</i>
January 1, 2020 – December 31, 2020	n/a	n/a

Scope of work:

To execute the FY 2020 grant agreement for US Department of Housing and Urban Development (HUD) for the HOME Investment Partnership (HOME) program.

Was this contractor selected by competitive process? n/a

Has this contractor provided these services to the City before? ☒ Yes ☐ No

Source of funds: HOME Investment Partnership (HOME), authorized under Title 2 of the Cranston-Gonzalez National Affordable Housing Act of 1996, as amended; [42 U.S.C. 12701](#) et seq.

Is this contract subject to: ☐ W/MBE ☐ DBE ☐ SBE ☐ XO101 ☐ ACDBE ☒ N/A

WBE/MBE/DBE commitments (construction, design, DEN concession contracts): N/A

Who are the subcontractors to this contract? N/A

EXECUTIVE SUMMARY

The HOME Investment Partnership (HOME) grant from the U.S. Department of Housing & Urban Development (HUD) provides formula grants to states and localities that communities use, often in partnership with local nonprofit groups, for building, buying, and/or rehabilitating affordable housing for rent or homeownership or providing direct rental assistance to low-income people. It is the largest federal block grant to state and local governments designed exclusively to create affordable housing for low-income households.

The program was designed to reinforce several important values and principles of community development:

- HOME's flexibility empowers people and communities to design and implement strategies tailored to their own needs and priorities.
- HOME's emphasis on consolidated planning expands and strengthens partnerships among all levels of government and the private sector in the development of affordable housing.

- HOME's technical assistance activities and set-aside for qualified community-based nonprofit housing groups builds the capacity of these partners.
- HOME's requirement that grantees match 25 cents of every dollar in program funds mobilizes community resources in support of affordable housing.

HUD's annual formula allocation considers the relative inadequacy of each jurisdiction's housing supply, its incidence of poverty, its fiscal distress, and other factors.

HOME-assisted rental housing must comply with certain rent limitations. HOME rent limits are published each year by HUD along with maximum per unit subsidy limits and maximum purchase-price limits.

The eligibility of households for HOME assistance varies with the nature of the funded activity. In general, the incomes of households receiving HUD assistance must not exceed 80% AMI. For rental housing and rental assistance, at least 90% of benefiting families must have incomes that are no more than 60% AMI. In rental projects with five or more assisted units, at least 20% of the units must be occupied by families with incomes that do not exceed 50% AMI.

Local HOME funds have decreased 30% since 2009. Denver's recent HOME allocations are as follows:

Program	Program Year	Authorized Amount
HOME	2009	\$4,384,470
HOME	2010	\$4,365,893
HOME	2011	\$3,845,109
HOME	2012	\$2,297,539
HOME	2013	\$1,913,284
HOME	2014	\$1,991,195
HOME	2015	\$2,222,535
HOME	2016	\$2,363,638
HOME	2017	\$2,362,617
HOME	2018	\$3,221,104
HOME	2019	\$2,935,765
HOME	2020	\$3,090,873