

PLANNING AND ECONOMIC DEVELOPMENT COMMITTEE

08-0605R

RESOLUTION AUTHORIZING TRANSFER OF \$18,575 IN HOME FUNDS AND AMENDMENT TO THE 2008 HOME TENANT-BASED RENTAL PROJECT HOUSING AND REDEVELOPMENT AUTHORITY OF DULUTH (HRA) AGREEMENT INCREASING THE FUNDING OF THE AGREEMENT BY \$18,575.

CITY PROPOSAL:

RESOLVED, that the proper city officials are hereby authorized to enter into an amendment to HOME Agreement 20627 with HRA, substantially in the form of that on file in the office of the city clerk as Public Document No. \_\_\_\_\_, increasing the amount payable thereunder from \$37,950 to \$56,525, payable from 260 020-5434 CD08HM GN08-1736, said funding being received from the 2008 deferred revenue.

Project	Project Name	Budget	New Amount	Amount of Change
GN08HM-1736	HRA TBRA	\$37,950	\$56,525	\$18,575
2220	Deferred Revenue	\$30,488	\$11,913	(\$18,575)

Approved:

Approved for presentation to council:

\_\_\_\_\_  
Department Director

\_\_\_\_\_  
Chief Administrative Officer

Approved as to form:

Approved:

\_\_\_\_\_  
Attorney

\_\_\_\_\_  
Auditor

STATEMENT OF PURPOSE: The purpose of this resolution is to increase the project funding as indicated. Additional HOME funds are available through the HRA's repayment of liens for single-family housing rehab. HRA has requested additional funding assistance for their tenant-based rental assistance (TBRA) program. A critical component of the St. Louis County ten-year plan to end homelessness, the TBRA program provides housing vouchers to homeless people in Duluth who have the most difficulty accessing rental housing because of their poor rental histories. This program has proven to be successful in helping these people become stabilized and establish positive rental histories. At the beginning of this program year, it was anticipated that participants would be ready to move into the community during the program year and rental subsidies would no longer be needed. However, the current rental housing market has tightened and participants are needing to stay in the program longer. The additional funds identified above will be used to extend rental assistance to homeless persons participating in the program through March 2009.