



City of Apache Junction

Development Services Department



DATE: June 8, 2016

TO: The Honorable Mayor and City Council

THROUGH: Bryant Powell, City Manager
Larry Kirch, Development Services Director

FROM: Heather Patel, Grants Administrator

SUBJECT: FY2015-2016 State Housing Fund Application

REQUEST

Staff respectfully requests the mayor and city council consider Resolution Nos. 16-23 and 16-22 respectively:

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF APACHE JUNCTION, ARIZONA, AUTHORIZING THE SUBMISSION OF APPLICATION(S) FOR FY2015-16 STATE HOUSING FUNDS, WHICH MAY INCLUDE FEDERAL FUNDING THROUGH THE HOME INVESTMENT PARTNERSHIP PROGRAM OR STATE HOUSING FUNDS, CERTIFYING THAT SAID APPLICATION(S) MEET THE COMMUNITY'S HOUSING AND COMMUNITY DEVELOPMENT NEEDS AND THE REQUIREMENTS OF THE STATE HOUSING PROGRAMS, AND AUTHORIZING ACTIONS NECESSARY TO IMPLEMENT AND COMPLETE THE ACTIVITIES OUTLINED IN SAID APPLICATION(S).

A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF APACHE JUNCTION, ARIZONA COMMITTING LOCAL FUNDS AS LEVERAGE FOR A FY2015-16 STATE HOUSING FUND APPLICATION.

BACKGROUND

The Arizona Department of Housing (“ADOH”) has released the notice of funding availability for the State Housing Fund (“SHF”) program. This announcement specifically is to fund owner occupied housing rehabilitation projects throughout the state. The SHF is comprised of Home Investment Partnerships Program (“HOME”) and State Housing Trust (“HTF”) funding.

The U.S. Department of Housing and Urban Development’s (“HUD”) HOME program was created by the National Affordable Housing Act of 1990. The purpose of the HOME program is to increase the number of families served with decent, safe, sanitary, and affordable housing while expanding the long-term supply of affordable housing.

The HTF, established in 1988 by the Arizona State Legislature, was created to provide a flexible funding source to assist in meeting the housing needs of low-income families in Arizona.

Since 1985, the City of Apache Junction has utilized a variety of funding sources to offer a Housing Rehabilitation Program (“HRP”) for low income homeowners. The city began using

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SHF funds in 1996. Since 1985, the city has invested over \$4 million in grant funds to address housing rehabilitation needs for over 236 owner occupied homeowners.

DISCUSSION

The city is seeking to submit an application for owner occupied housing rehabilitation funds in the amount of \$250,000 to rehabilitate, at a minimum, the homes of five low income households.

Resolution No. 16-23 provides the city the authorization to submit an application for grant funds.

Resolution No. 16-22 commits local funds as leverage to the project. The state requires leverage funds in the form of cash in order to rank and rate each application for funding. The city will provide \$30,000 as leverage to the project for payment of construction services and other related costs. The funding set aside for leverage will be allocated within the FY16-17 and FY17-18 budgets under non-departmental grant leveraging.

The grant application is due August 1, 2016 with anticipated award and implementation by January 2017.

RECOMMENDATION

Staff respectfully recommends the mayor and city council approve Resolution Nos. 16-23 and 16-22.

ACTION REQUIRED

Consideration of Resolution Nos. 16-23 and 16-22

Attachment 1: Resolution No. 16-23

Attachment 2: Resolution No. 16-22