



TO: Mayor Shaun Sipma
Members of the City Council

FROM: John R. Zakian, DR Grant Program Manager & Chief Resilience Officer

DATE: July 26, 2019

SUBJECT: AUTHORIZATION OF FINAL APPLICATION TO GOVERNOR'S FUND FOR COMMUNITY DEVELOPMENT

I. RECOMMENDED ACTION

City Council authorize final application to be made for \$300,000 to the Governor's Fund for Community Development set-aside in support of the Lutheran Social Services Housing, Inc. projects being funded primarily through two sub-recipient agreements from CDBG-NDR grant and authorize the Mayor to sign all documents in support of the application

II. DEPARTMENT CONTACT PERSONS

John R. Zakian, DR Program Manager & Chief Resilience Officer, 423-4528

III. DESCRIPTION

A. Background

An application was made to the Governor's Fund for Community Development in the amount of \$760,000 for Lutheran Social Services Housing as leveraged funds for the CDBG-NDR projects with this non-profit through sub-recipient agreements for the Family Homeless Shelter and 17 units of multi-family rental units on the same site. Of the amount requested, the Governor's funds is authorizing \$300,000 to proceed in a final application.

B. Proposed Project

The application is being coordinated through the Souris Basin Planning Council. Under North Dakota policy, the Planning Districts are the source for coordinating these types of applications to the state. It is necessary for the city to take a position in support of the final application for it to be viable. These grant funds will be primarily used to cover acquisition costs anticipated by LSSH, Inc. to purchase property for the two projects which will not be covered by the CDBG-NDR sub-recipient agreements.

IV. IMPACT:

A. Strategic Impact:

It offers another example to HUD of the city using CDBG-NDR to leverage other funds in support of projects and activities in the approved Action Plan.

B. Service/Delivery Impact:

Provides the funds needed by LHHS, Inc. to carry out planned property acquisition.

C. Fiscal Impact:

There is no fiscal impact to the city.

V. ALTERNATIVES

N/A

VI. TIME CONSTRAINTS
NA

VII. LIST OF ATTACHMENTS
A. Copy of final grant application