



**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Adopt a resolution authorizing the receipt of \$23,000 in grant funding from the State Department of Housing and Community Development.

MEETING DATE: October 18, 2006

PREPARED BY: Community Development Director, Randy Hatch

RECOMMENDED ACTIONS: Adopt a resolution authorizing the receipt of \$23,000 in grant funding from the State Department of Housing and Community Development (HCD).

BACKGROUND INFORMATION: The City of Lodi has received a Workforce Housing Reward Program (WFH Program) award from the State Department of Housing and Community Development in the amount of \$23,000. The City applied for the grant as part of the Housing and Emergency Shelter Trust Fund Act of 2002 (Proposition 46) which has the goal of encouraging new housing affordable to low-income households and to reward local governments for approving housing projects affordable to lower income households and the workforce. These monies may be used for projects that involve the construction, rehabilitation and/or acquisition of capital assets, and capital assets with an expected life of fifteen (15) years.

Although this is not a competitive grant, staff did need to exercise some creativity in their application process by identifying dwelling units for rent and for sale that meet the State's affordability thresholds for low income households. Since the City had not approved any subsidized dwelling units last year, staff identified market rate affordable units that meet the State defined criteria for affordability. This was done by using what the State predetermined to be reasonable rent or mortgage for various sized households and then determining which units fell within that range. Staff was able to identify 12 dwelling units ranging from one to three bedrooms that fell within the category of either extremely, very low, or low income housing. Identification of these units resulted in an incentive based reward from the State Department of Housing and Community Development in the amount of \$23,000.

Staff recommends that the Council take action to approve a resolution authorizing the City Manager to received grant funds in the amount of \$23,000 from the State Department of housing and Community Development for a Workforce Housing Reward Program award.

FISCAL IMPACT: The \$23,000 award from State HCD has a positive impact on the City in that the funds can be used for capital improvements to address impacts to the City generated by new or existing housing.

APPROVED: 
Blair King, City Manager

FUNDING AVAILABLE: The grant for the WFH Program is in the amount of \$23,000. No general fund money is necessary to receive this grant.



Ruby Paiste, Financial Services Manager



For Randy Hatch
Community Development Director

RH/pp/kc

RESOLUTION NO. 2006-189

A RESOLUTION OF THE LODI CITY COUNCIL ACCEPTING
GRANT FUNDING (\$23,000) FROM THE STATE DEPARTMENT OF
HOUSING AND COMMUNITY DEVELOPMENT FOR A
WORKFORCE HOUSING REWARD PROGRAM

WHEREAS, the City applied for and received a Workforce Housing Reward Program grant award as part of the Housing and Emergency Shelter Trust Fund Act of 2002 (Proposition 46), which has the goal of encouraging new housing affordable to low-income households and to reward local governments for approving housing projects affordable to lower income households and the workforce; and

WHEREAS, these monies may be used for projects that involve the construction, rehabilitation and/or acquisition of capital assets, and capital assets with expected life of fifteen (15) years; and

WHEREAS, in the application process, staff identified dwelling units for rent and for sale that met the State's affordability thresholds for low-income households; and

WHEREAS, since the City had not approved any subsidized dwelling units last year, staff identified market rate affordable units that meet the State defined criteria for affordable, which was done by using what the State predetermined to be reasonable rent or mortgage for a family of various sizes and then determining which units fell within that range; and

WHEREAS, staff was able to identify 12 dwelling units ranging from one to three bedrooms that fell within the category of either extremely, very low, or low income housing. Those affordable units amounted to an incentive-based reward from the State Department of Housing and Community Development in the amount of \$23,000; and

WHEREAS, staff recommends that the City Council authorize the City Manager to receive the grant funds from the State Department of Housing and Community Development in the amount of \$23,000.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby authorize the City Manager to receive the grant funding in the amount of \$23,000 from the State Department of Housing and Community Development in a form and manner determined by said agency.

Dated: October 18, 2006

I hereby certify that Resolution No. 2006-189 was passed and adopted by the City Council of the City of Lodi in a regular meeting held October 18, 2006, by the following vote:

AYES: COUNCIL MEMBERS – Beckman, Hansen, Johnson, Mounce, and Mayor Hitchcock
NOES: COUNCIL MEMBERS – None
ABSENT: COUNCIL MEMBERS – None
ABSTAIN: COUNCIL MEMBERS – None


RANDI JOHL
City Clerk