To: Board of Supervisors

From: John Kopchik, Director, Conservation & Development Department

Date: October 18, 2016



Subject: Agreement between Contra Costa County and the City of Walnut Creek for the Housing Rehabilitation Loan and Grant Program

RECOMMENDATION(S):

APPROVE and AUTHORIZE the Conservation and Development Director, or designee, to execute an agreement with the City of Walnut Creek to pay the County an amount not to exceed \$132,511 for the purpose of administering the City's Housing Rehabilitation Loan and Grant Program, for the period July 1, 2016 through June 30, 2017.

FISCAL IMPACT:

No fiscal impact to the General Fund. All funds are provided by the City of Walnut Creek.

BACKGROUND:

The County Department of Conservation and Development administers a housing rehabilitation loan and grant program through its Neighborhood Preservation Program (NPP). NPP offers grants and low-interest loans to low-income households who own and occupy their home. The recipients qualify for assistance under County guidelines and U.S. Department of Housing and Urban Development (HUD) regulations.

The City of Walnut Creek wishes to enter into an agreement with the County to enable the County NPP to administer the City's Housing Rehabilitation Loan and Grant Program. The

APPROVE	OTHER
RECOMMENDATION OF CNTY ADMINISTRATOR RECOMMENDATION OF BOARD COMMITTEE	
Action of Board On: 10/18/2016	APPROVED AS RECOMMENDED OTHER
Clerks Notes:	
VOTE OF SUPERVISORS	
AYE: John Gioia, District I Supervisor Candace Andersen, District II Supervisor Mary N. Piepho, District III Supervisor Karen Mitchoff, District IV Supervisor Federal D. Glover, District V Supervisor Contact: Kara Douglas, (925) 674-7880	I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown. ATTESTED: October 18, 2016 David Twa, County Administrator and Clerk of the Board of Supervisors By: June McHuen, Deputy

program offers loans and grants to homeowners who cannot obtain conventional financing. Funds are used to eliminate conditions that are detrimental to health and safety, and for repairs such as roofing, electrical, plumbing, mechanical, termite repairs, lead-based paint mitigation, disability access improvements, interior and exterior painting, and other necessary deferred maintenance repairs. The program promotes the stabilization and enhancement of older neighborhoods to encourage a sense of pride in the neighborhood.

BACKGROUND: (CONT'D)

The City of Walnut Creek has Community Development Block Grant (CDBG) funds from HUD, and has approved and authorized the expenditure of \$132,511 for this program.

In order for the County to administer the program, the City of Walnut Creek and the County need to enter into the attached CDBG Housing Rehabilitation Loan Program Administration Agreement. The City of Walnut Creek will pay the County a minimum of \$750 for each reviewed applicant, and up to 20 percent of the total loan or grant, as compensation for the services provided by the County to the City.

The County has administered this program for the City of Walnut Creek for a number of years. The current proposal would extend that arrangement for an additional year.

CONSEQUENCE OF NEGATIVE ACTION:

If the Board of Supervisors does not approve the contract, the program will be delayed or canceled and the County will not receive the administrative fees that are earned through implementation of this program.

<u>ATTACHMENTS</u> NPP Administrative Agreement with the City of Walnut Creek