

Ordinance No. 1223- 2019

Council Member(s) Brancatelli, Kelley
(by departmental request)

AN EMERGENCY ORDINANCE
Authorizing the Director of Community Development to enter into contract with CHN Housing Partners, a designated Community Housing Development Organization (CHDO), to provide operating support for its activities in the development, management and sales of affordable housing for low income persons through the use of HTF HOME funds; and to amend Section 12 of Ordinance No. 558-2019, passed May 13, 2019.

WHEREAS, this ordinance constitutes an emergency measure providing for the usual daily operation of a municipal department; now, therefore,

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF CLEVELAND:

Section 1. That the Director of Community Development is authorized to enter into contract with CHN Housing Partners, a designated Community Housing Development Organization (CHDO), to provide operating support for its activities in the development, management and sales of affordable housing for low income persons through the use of HTF HOME funds.

Section 2. That the cost of the contracts authorized shall not exceed \$110,000 and shall be paid from Fund No. 19 SF 667, RQS 8006, RLA 2019-0016, as referenced in Ordinance No. 558-2019, passed May 13, 2019.

Section 3. That Section 12 of Ordinance No. 558-2019, passed May 13, 2019 is amended to read as follows:

Section 12. Housing Trust Fund Program.

(a) That the Director of Community Development is authorized to enter into one or more contracts with various housing development entities, or their designees, for the purpose of implementing the Housing Trust Fund Program.

(b) That eligible activities under the Housing Trust Fund Program include new construction, rehabilitation, site preparation, site acquisition, predevelopment activities and financial assistance to home buyers.

(c) That the cost of the contracts is \$3,241,995 payable from Fund Nos. 14 SF 045, ~~19 SF 688~~ 19 SF 667, and any other prior years balances. (RQS 8006, RLA 2019-0016)

(d) That the Director of Community Development is authorized to accept monies in repayment of loans authorized in this ordinance and to deposit those monies in Fund Nos. 14 and 19, as appropriate, and utilize said repayments and other program income in a revolving fund for making additional expenditures under this program, and such funds are hereby appropriated for that purpose.

(e) That the City is authorized to accept promissory notes, naming the City of Cleveland as payee, and mortgages, naming the City of Cleveland as mortgagee, and any other security instrument executed to evidence and secure repayment of loans made under this program.

(f) That the Director of Community Development is authorized to enter into forbearance agreements with any recipient of a validly existing loan

Ordinance No. 1223-2019

administered by the City, and to charge and accept fees to cover costs incurred in the preparation of loan documents, closing, and servicing costs. Such fees shall be deposited into Fund No. 14 or 19, as appropriate. The revenues generated as a result of charging fees are appropriated for additional program and operating expenses for Housing Trust Fund activities.

Section 4. That existing Section 12 of Ordinance No. 558-2019, passed May 13, 2019 is repealed.

Section 5. That the contract shall be prepared by the Director of Law.

Section 6. That this ordinance is declared to be an emergency measure and, provided it receives the affirmative vote of two-thirds of all the members elected to Council, it shall take effect and be in force immediately upon its passage and approval by the Mayor; otherwise it shall take effect and be in force from and after the earliest period allowed by law.

GEP:nl
9-30-19

FOR: Director Menesse

Ord. No. 1223-2019

REPORT
after second Reading

Council Member(s) Brancatelli, Kelley (by departmental request)

AN EMERGENCY ORDINANCE

Authorizing the Director of Community Development to enter into contract with CHN Housing Partners, a designated Community Housing Development Organization (CHDO), to provide operating support for its activities in the development, management and sales of affordable housing for low income persons through the use of HTF HOME funds; and to amend Section 12 of Ordinance No. 558-2019, passed May 13, 2019.

READ FIRST TIME on SEPTEMBER 30, 2019 REPORTS
and referred to DIRECTORS of Community Development, Finance and Law,
COMMITTEES on Development, Planning and Sustainability, Finance

CITY CLERK

READ SECOND TIME

by the council _____

CITY CLERK

READ THIRD TIME

by the council _____

PRESIDENT

CITY CLERK

APPROVED

MAYOR

Recorded Vol. _____ Page _____
Published in the City Record _____

PASSAGE RECOMMENDED BY
COMMITTEE ON
DEVELOPMENT, PLANNING AND
SUSTAINABILITY

FILED WITH COMMITTEE

PASSAGE RECOMMENDED BY
COMMITTEE ON
FINANCE

FILED WITH COMMITTEE

