



DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES

Grants Management Division

m e m o r a n d u m

TO: Mayor Diane Wolfe Marlin and Urbana City Council Members

FROM: Lorrie Pearson, AICP, Community Development Services Director
Sheila E. Dodd, Manager, Grants Management Division
Alyssa Jaje, Community Development Specialist

DATE: December 3, 2020

SUBJECT: **A Resolution Approving the ESG-CV Subrecipient Agreement with Cunningham Township and a Resolution Approving the ESG-CV Subrecipient Agreement with CU at Home.**

Introduction

The City of Urbana is a member of the Champaign County Continuum of Service Providers to the Homeless (CSPH), and takes an active role on the CSPH executive committee. In previous years, the City has served as a recipient for Emergency Solutions Grant (ESG) funds. The City would then partner with local service providers to allocate funds. On June 9, 2020, HUD announced the second allocation of Emergency Solutions Grant COVID-19 (ESG-CV) funds totaling \$2.96 billion. ESG-CV funding supports individuals experiencing homelessness and individuals at risk of becoming homeless because of hardships such as job loss, wage reduction, or illness due to COVID-19. Funds are available for Emergency Shelter, Rapid Rehousing, and Homelessness Prevention. Projects can include:

- Make more emergency shelters available for homeless individuals and families.
- Operate emergency shelters by providing food, rent, security, maintenance, repair, fuel, equipment, insurance, utilities, furnishings, and supplies necessary for their operation.
- Provide Hotel/Motel Vouchers for homeless families and individuals.
- Provide essential services to people experiencing homelessness including childcare, education services, employment assistance, outpatient health services, legal services, mental health services, substance abuse treatment services, and transportation.
- Prevent individuals from becoming homeless and rapidly rehouse homeless individuals.

The Champaign County CSPH met July 31, 2020, to review applications before deciding on funding allocations. Courage Connection will receive funds for emergency shelter-essential services; Champaign Regional Planning Commission will receive funds for emergency shelter-operations, emergency shelter-essential services, and homeless management information system (HMIS); Cunningham Children's Home will receive funding for rapid rehousing-housing relocation and stabilization services; City of Champaign Township will receive funds for homelessness prevention; the City of Urbana will award its subrecipient, CU at Home, funds for emergency shelter-essential operations; and the City of Urbana will award its subrecipient, Cunningham Township Supervisor's Office, funds for rapid rehousing-tenant based rental assistance; and rapid rehousing-housing relocation and stabilization services.

Discussion

The City of Urbana has been designated as the financial agent for ESG-CV funds for Cunningham Township and CU at Home. Agencies that have never been awarded ESG funds from the Illinois Department of Human Services (IDHS) need to receive funds through a subrecipient agreement. The City of Urbana has received ESG funds previously, making it an approved financial agent. The programs are not to exceed two years. However, program budgets are to be made for one year, with leftover funds being rolled into year two.

Cunningham Township will receive \$128,700.00 to administer their Bridge to Home: Rapid Rehousing for Homeless Neighbors program. In addition, \$22,961.00 will be granted for the City of Urbana to administer the programs. program will include rapid rehousing, such as relocation and stabilization services, along with tenant based rental assistance.

CU at Home will receive \$42,750.00 for Emergency Shelter for Men and Women. In addition, administrative funding will be granted at a total of \$4,275.00. These funds will cover operation costs.

Fiscal Impacts

This program will be covered from funds by IDHS. Administrative funding will also be included in the grant award.

Options

1. Approve the proposed funding allocations for two ESG-CV programs.
2. Approve the proposed funding allocations, with changes.
3. Do not approve of the proposed funding allocations.

Recommendation

Staff recommends approval of the subrecipient agreements for ESG-CV funds for Cunningham Township and CU at Home in substantially the same form as attached hereto.

Attachments:

1. ESG-CV Agreement with Cunningham Township
2. ESG-CV Agreement with CU at Home

RESOLUTION NO. 2020-12-062R

**A RESOLUTION APPROVING AN EMERGENCY SOLUTIONS GRANTS PROGRAM
SUBRECIPIENT AGREEMENT WITH CU at Home**

(FY 2020-2021)

WHEREAS, the City of Urbana (the “City”) is a home rule unit of local government pursuant to Article VII, Section 6, of the Illinois Constitution, 1970, and may exercise any power and perform any function pertaining to its government and affairs, and the passage of this Resolution constitutes an exercise of the City’s home rule powers and functions as granted in the Illinois Constitution, 1970; and

WHEREAS, on July 29, 2020 the City submitted an application to the Illinois Department of Human Services (hereinafter “DHS”) for the Emergency Solutions Grants Program Under the CARES Act (hereinafter “ESG-CV”) funds to continue emergency shelter programs sponsored by two private non-profit organizations: Cunningham Township, Urbana, Illinois and CU at Home, Champaign, Illinois, (hereinafter collectively referred to as the “Participating Organizations”); and

WHEREAS, on (Date) the City received notice that DHS approved the City’s application for ESG-CV funds; and

WHEREAS, on (Date), the City executed an ESG-CV Grant Agreement (Agreement No., FY 2021) with DHS to govern expenditure of ESG-CV funds by the City and Participating Organizations; and

WHEREAS, the Participating Organizations have heretofore expressed their intent to assume responsibility from the City for their respective emergency shelter programs with ESG-CV funds and in accordance with ESG-CV regulations; and

WHEREAS, in its application for ESG-CV funds, the City declared its intent to provide ESG funds to the Participating Organizations for their use in continuing their respective emergency shelter operations and essential services for homeless individuals and families.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. That an Agreement providing \$42,750.00 in Emergency Solutions Grants Program Under the CARES Act funds to the CU at Home, so as to continue their respective emergency shelter program for homeless individuals, in substantially the form of the copy of said Agreement attached hereto and hereby incorporated by reference, be and the same is hereby authorized and approved.

Section 2. That the Mayor of the City of Urbana, Illinois, be and the same is hereby authorized to execute and deliver and the City Clerk of the City of Urbana, Illinois, be and the same is authorized to attest to said execution of said Agreement in substantially the form appended hereto as an exhibit as so authorized and approved for and on behalf of the City of Urbana, Illinois.

PASSED by the City Council this _____ day of _____, _____.

AYES:

NAYS:

ABSTAINED:

Phyllis D. Clark, City Clerk

APPROVED by the Mayor this _____ day of _____, _____.

Diane Wolfe Marlin, Mayor

**EMERGENCY SOLUTIONS GRANT
SUBRECIPIENT AGREEMENT WITH THE C-U MEN'S SHELTER**

CFDA # 14.231
CFDA Title Emergency Solutions Grants Program Under the CARES Act
State Awarding Agency Illinois Department of Human Services
Federal Awarding Agency Department of Housing and Urban Development

Background

This Subrecipient Agreement is made between the City of Urbana, Illinois (the "City") and CU at Home (hereinafter the "Subrecipient") for Emergency Solutions Grants Program Under the CARES Act Agreement No. FCSZH05730.

On _November 24, 2020, the City submitted an application to the Council of Service Providers to the Homeless to apply for Illinois Department of Human Services ("DHS") for Emergency Solutions Grants Program Under the CARES Act ("ESG-CV") funds to continue eligible activities under the ESG-CV sponsored by two private non-profit organizations: Cunningham Township, Urbana, Illinois and CU @ Home, Champaign, Illinois (collectively, the "Participating Organizations"). In its application, the City declared its intent to provide ESG-CV funds to the Participating Organizations for their use in continuing to operate their respective emergency shelters and to provide essential social services for homeless individuals and families. On _November 17, 2020, the City received notice that DHS approved the City's application for ESG-CV funds. On November 24, 2020 the City executed an ESG-CV Grant Agreement with DHS to govern expenditures of ESG-CV funds by the City and the Participating Organizations, and

NOW, THEREFORE, in consideration of the matters set forth above and below, the parties agree as follows.

1. **Definitions.** Whenever used in this Subrecipient Agreement:
 - A. "Act" means Subtitle C of Title IV of the McKinney – Vento Homeless Assistance Act (the McKinney Act), 42 U.S.C. 11381 *et seq.*, as amended by the Homeless Emergency Assistance and Rapid Transition to Housing (HEARTH) Act of 2009 and all rules and regulations promulgated thereto.
 - B. "City" is defined in the Background section of this Subrecipient Agreement.
 - C. "DHS" is defined in the Background section of this Subrecipient Agreement.
 - D. "ESG" is defined in the Background section of this Subrecipient Agreement.
 - E. "Grant Agreement" means the agreement between the City and DHS executed by the City on _November 24, 2020, in connection with the ESG-CV Grant Agreement No. FCSZH05730.

- F. “Grant Application” means the application submission, on the basis of which an ESG-CV grant was approved by DHS, including the certifications and assurances and any information or documentation required to meet any ESG-CV award conditions.
- G. “Grant Funds” means the assistance provided under this Subrecipient Agreement.
- H. “Participating Organizations” is defined in the Background section of this Subrecipient Agreement.
- I. “State” means the State of Illinois.
- J. “Subrecipient” is defined in the Background section of this Subrecipient Agreement.

2. Grant Award.

- A. Subject to the terms of the Grant Agreement and this Subrecipient Agreement, the City shall provide up to **\$42,750.00** in Grant Funds to the Subrecipient for activities identified as the responsibility of the Subrecipient in the Grant Application. The Subrecipient agrees to use funds granted to it by the City pursuant to this Subrecipient Agreement to undertake those activities in the Application identified as the Responsibility of the Subrecipient in the manner identified in the Application. The Subrecipient agrees that funds awarded it pursuant to this Subrecipient Agreement shall be used for the following purposes:

Emergency Shelter:	<u>\$ 42,750.00</u>
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3. Matching Funds.

- A. As provided by the CARES Act, ESG-CV funds are not subject to the match requirements that otherwise apply to the Emergency Solutions Grants program.

4. Allowable Costs – Emergency Shelter Component. The Subrecipients shall use Grant Funds only for the following costs of providing essential services to homeless families and individuals in emergency shelters and operating emergency shelters:

- A. **Operations:** Maintenance (including minor or routine repairs), rent, security, fuel, equipment, insurance, utilities, food, furnishings, and supplies necessary for the operation of the emergency shelter.

5. Disbursement. If and to the extent the City receives funds under the Act, the City shall reimburse the Subrecipients in accordance with the terms of this Subrecipient Agreement. Funding in the full amount of this Subrecipient Agreement is contingent upon the City receiving Grant Funds. If the Grant Funds are discontinued or reduced for any reason, the City’s payments to the Subrecipients may cease or be reduced without advance notice, and the City will not be liable for any damages as a result of such discontinuance or reduction of Grant Funds.

6. **Disallowance.** A Subrecipient shall reimburse the City for any payments it receives under this Subrecipient Agreement that are disallowed under the ESG-CV. If the City determines that a cost for which the City has made payment is disallowed, the City shall notify the Subrecipient of the disallowance and the required course of action, which, at the City's option, will be to adjust any future claim submitted by the Subrecipient by the amount of the disallowance or to require the Subrecipient immediately to repay the disallowed amount by issuing a check payable to the City.

7. **Subrecipients' Duties.**

A. The Subrecipients shall:

- (1) Maintain detailed financial records that show the eligible essential services costs and shelter operating costs;
- (2) Submit quarterly reports to the City no later than 10 days after the end of the quarter; Failure to submit reports to the City may result in the withholding or suspension of Grant Funds until the City receives and approves such reports;
- (3) Maintain files and records as required which relate to the overall administration of the ESG;
- (4) Provide information for an Annual Performance Report within required timeframes;
- (5) Submit quarterly Financial Status Reports to the City using the format provided by the City;
- (6) Gather shelter client data using the format approved by the Champaign County Continuum of Care, and input the shelter client data into the HMIS system at least once every seven (7) days when the shelter is open to clients;
- (7) Submit quarterly Client Statistics Reports to the City using the format provided by the City;
- (8) Use required forms to show participant eligibility, the calculation of resident rent, the policy showing savings program (if any) and the procedures for communicating said information to the participant, which must be maintained in participant file;
- (9) Maintain adequate documentation to demonstrate the homeless eligibility of persons served by Grant Funds; and
- (10) Allow representatives of the City or DHS to inspect facilities used in connection with this Subrecipient Agreement or which implement programs funded under this Subrecipient Agreement and to observe the provision of services.

- B. With respect to all matters covered by this Subrecipient Agreement, the Subrecipients shall make records available for examination, audit, inspection, or copying at any time during normal business hours and as often as the City, State, U.S. Department of Housing and Urban Development, representatives of the Comptroller General of the United States, or other federal agency may require. The Subrecipients shall permit excerpts or transcriptions to be made or duplicated from such records, and audits made of all invoices, materials, records of personnel and of employment and other data relating to all matters covered by this Subrecipient Agreement. The City's right of inspection and audit shall obtain likewise with reference to any audits made by any other agency, whether local, State or federal.
8. **Agreement Term.** This Subrecipient Agreement is effective on the last date signed by a party hereto and will terminate on June 30, 2021, unless otherwise cancelled or amended according to its terms.
9. **Subrecipients' representations.** Each Subrecipient represents the following to the City:
- A. The Subrecipient is qualified to participate in the ESG-CV, has the requisite expertise and experience in the provision of an emergency solutions program for homeless individuals or families, and is willing to use Grant Funds to operate such a program.
 - B. The Subrecipient will provide services under this Subrecipient Agreement in a competent, professional, and satisfactory manner in accordance with the ESG-CV.
10. **Default.**
- A. Any breach of any representation or other provision of this Subrecipient Agreement will constitute a default. A default by a Subrecipient also will consist of any of the following:
 - (1) Use of Grant Funds for a purpose other than as authorized herein;
 - (2) Noncompliance with the Act or the requirements of the Interim Rule published at 24 CFR Parts 91 and 576 on December 5, 2011, at FR-5474-I-01, a copy of which is attached as Attachment A; or
 - (3) Failure to maintain detailed financial records concerning the use of the Grant Funds.
 - B. A party claiming a default shall give written notice of such default to the defaulting party, which notice will describe the nature of the default and the Section of this Subrecipient Agreement, which the non-defaulting party believes was breached. The defaulting party will have fourteen (14) calendar days from the date notice was given to cure or remedy the default. During any such period following the giving of notice, the non-defaulting party may suspend performance under this Subrecipient Agreement until the defaulting party gives written assurances to the non-defaulting party, deemed reasonably adequate by the non-defaulting party, that the defaulting party will cure or remedy the default and remain in compliance with its duties under this Subrecipient Agreement.

- C. If the defaulting party is the City, and it fails to cure or remedy the default as provided herein, the non-defaulting party may exercise any right, power, or remedy granted to it pursuant to this Subrecipient Agreement or applicable law.
 - D. If the defaulting party is a Subrecipient, and it fails to cure or remedy the default as provided herein, the City may take one or more of the following actions:
 - (1) Direct the Subrecipient to submit progress schedules for completing approved activities;
 - (2) Direct the Subrecipient to establish and maintain a management plan that assigns responsibilities for carrying out remedial actions;
 - (3) Direct the Subrecipient to suspend, discontinue, or not incur costs for the affected activity;
 - (4) Reduce or recapture the Grant Funds authorized herein;
 - (5) Direct the Subrecipient to reimburse the City for costs inappropriately charged to the City;
 - (6) Exercise other appropriate action including, but not limited to, any remedial action legally available.
 - E. A Subrecipient shall make any reimbursement required by this Section no more than thirty (30) days after the City directs such reimbursement.
11. **Indemnification.** Each Subrecipient shall indemnify and defend the City, its agents, employees, officers, and elected officials against all claims or liability whatsoever, including attorney's fees and costs, resulting from the Subrecipient's activities under this Subrecipient Agreement, except for those resulting from the willful misconduct or negligence of the City or its agents, employees, officers, or elected officials. This section will survive the termination of this Subrecipient Agreement.
12. **Independent Contractors.** The parties are independent contractors with respect to each other, and nothing in this Subrecipient Agreement creates any association, partnership, joint venture, or agency relationship between them.
13. **Third Party Beneficiaries.** This Subrecipient Agreement does not and is not intended to confer any enforceable rights or remedies upon any person other than the parties.
14. **Assignment.** The Subrecipients shall not assign, convey or otherwise transfer any of their rights, duties, or obligations under this Subrecipient Agreement to another person or entity without the express written consent of the City and authorization of DHS. In the event any Subrecipient seeks to assign, convey or otherwise transfer any of its rights, duties, or obligations under this Subrecipient Agreement, the Subrecipient shall demonstrate that it will use an open, impartial, and competitive selection process in making any such assignment, conveyance, or transfer of its rights, duties or obligations.

15. **Entire Agreement; Amendments in Writing.** This Subrecipient Agreement constitutes the entire agreement between the parties, supersedes all other agreements or understandings between them pertaining to the matter of this Subrecipient Agreement, and may not be amended except by a writing signed by all parties. All attachments to this Subrecipient Agreement are incorporated herein by this reference thereto.
16. **Dispute Resolution and Governing Law.** In the event of a dispute between the parties to this Subrecipient Agreement, the parties, before filing any court action, jointly shall select a mediator and shall make a good faith effort in such mediation to resolve their differences. The parties shall share equally in the cost of such mediation service. In the event mediation fails to resolve the dispute between the parties, any party may file and maintain an action in the Circuit Court for the Sixth Judicial Circuit, Champaign, Illinois. The laws of the State of Illinois will govern any and all actions to enforce, construe, or interpret this Subrecipient Agreement.
17. **Notices.** The parties shall give all notices required or permitted by this Subrecipient Agreement in writing, addressed as set forth below, unless another address is provided in writing. Notices will be deemed given when personally delivered; deposited in the U.S. mail, postage prepaid, first class; or delivered to a commercial courier.

TO THE CITY:

Manager, Grants Management Division
Dept. of Community Development Services
City of Urbana
400 South Vine Street
Urbana, Illinois 61801

TO CU AT HOME:

Rob Dallhaus III
CU at Home
70 E. Washington Street
Champaign, IL 61820

18. **Waiver.** Any party's failure to enforce any provision of this Subrecipient Agreement will not be deemed a waiver of future enforcement of that or any other provision. A waiver of any provision of this Subrecipient Agreement is valid only if in writing and signed by the parties.
19. **Compliance with Laws and Regulations.**
 - A. The Subrecipients shall comply with all applicable federal, State, and local laws, ordinances, rules, and regulations, as amended from time to time, including without limitation the Act; the ESG Emergency Solutions Grants Program and Consolidated Plan Conforming Amendments; and Attachment A.
 - B. The Subrecipients shall comply with the State required certifications provided for in the Grant Agreement and attached as Attachment B. These certifications are in addition to any certifications required by any federal funding source as set forth in this Subrecipient Agreement. The Subrecipients' execution of this Subrecipient Agreement will serve as their attestation that the certifications made herein are true and correct.

20. **Interpretation.** The parties shall construe this Subrecipient Agreement according to its fair meaning and not strictly for or against any party.
21. **Counterparts.** The parties may sign this Subrecipient Agreement in one or more counterparts, each of which will be deemed an original, but all of which together will constitute one and the same instrument. Signatures delivered by email in Adobe Portable Document Format (PDF) or by facsimile will be deemed original signatures for all purposes.

The parties are signing this agreement on the dates indicated below their signatures.

CITY OF URBANA, ILLINOIS

By: _____
Diane Wolfe Marlin, Mayor

Date: _____, 2020

Attest: _____
Phyllis D. Clark, City Clerk

CU AT HOME

By: _____

Name: _____

Title: _____

Date: _____, 2020

ATTACHMENT A:

24 CFR Parts 91 and 576

**Homeless Emergency Assistance and Rapid Transition to Housing:
Emergency Solutions Grants CV Program and Consolidated Plan
Conforming Amendments; Interim Final Rule**

December 5, 2011

ATTACHMENT B

**STATE OF ILLINOIS REQUIRED
CERTIFICATIONS**

RESOLUTION NO. 2020-12-063R

**A RESOLUTION APPROVING AN EMERGENCY SOLUTIONS GRANTS PROGRAM
SUBRECIPIENT AGREEMENT WITH Cunningham Township**

(FY 2020-2021)

WHEREAS, the City of Urbana (the “City”) is a home rule unit of local government pursuant to Article VII, Section 6, of the Illinois Constitution, 1970, and may exercise any power and perform any function pertaining to its government and affairs, and the passage of this Resolution constitutes an exercise of the City’s home rule powers and functions as granted in the Illinois Constitution, 1970; and

WHEREAS, on July 29, 2020 the City submitted an application to the Illinois Department of Human Services (hereinafter “DHS”) for the Emergency Solutions Grants Program Under the CARES Act (hereinafter “ESG-CV”) funds to continue emergency shelter programs sponsored by two private non-profit organizations: Cunningham Township, Urbana, Illinois and CU at Home, Champaign, Illinois, (hereinafter collectively referred to as the “Participating Organizations”); and

WHEREAS, on (Date) the City received notice that DHS approved the City’s application for ESG funds; and

WHEREAS, on (Date), the City executed an ESG-CV Grant Agreement (Agreement No., FY 2021) with DHS to govern expenditure of ESG funds by the City and Participating Organizations; and

WHEREAS, the Participating Organizations have heretofore expressed their intent to assume responsibility from the City for their respective emergency shelter programs with ESG-CV funds and in accordance with ESG-CV regulations; and

WHEREAS, in its application for ESG-CV funds, the City declared its intent to provide ESG funds to the Participating Organizations for their use in continuing their respective emergency shelter operations and essential services for homeless individuals and families.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. That an Agreement providing \$128,700.00 in Emergency Solutions Grants Program Under the CARES Act funds to Cunningham Township, so as to continue their respective emergency shelter program for homeless individuals, in substantially the form of the copy of said Agreement attached hereto and hereby incorporated by reference, be and the same is hereby authorized and approved.

Section 2. That the Mayor of the City of Urbana, Illinois, be and the same is hereby authorized to execute and deliver and the City Clerk of the City of Urbana, Illinois, be and the same is authorized to attest to said execution of said Agreement in substantially the form appended hereto as an exhibit as so authorized and approved for and on behalf of the City of Urbana, Illinois.

PASSED by the City Council this _____ day of _____, _____.

AYES:

NAYS:

ABSTAINED:

Phyllis D. Clark, City Clerk

APPROVED by the Mayor this _____ day of _____, _____.

Diane Wolfe Marlin, Mayor

**EMERGENCY SOLUTIONS GRANT
SUBRECIPIENT AGREEMENT WITH THE CUNNINGHAM TOWNSHIP**

CFDA #	14.231
CFDA Title	Emergency Solutions Grants Program Under the CARES Act
State Awarding Agency	Illinois Department of Human Services
Federal Awarding Agency	Department of Housing and Urban Development

Background

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This Subrecipient Agreement is made between the City of Urbana, Illinois (the "City") and the Cunningham Township (hereinafter the "Subrecipient") for Emergency Solutions Grants Program Under the CARES Act Agreement No. FCSZH05730.

On November 18, 2020, the City submitted an application to the Council of Service Providers to the Homeless to apply for the Illinois Department of Human Services ("DHS") Emergency Solutions Grants CV Program Under the CARES Act ("ESG-CV") funds to continue eligible activities under the ESG-CV sponsored by two private non-profit organizations: Cunningham Township, Urbana, Illinois and CU @ Home, Champaign, Illinois (collectively, the "Participating Organizations"). In its application, the City declared its intent to provide ESG-CV funds to the Participating Organizations for their use in continuing to operate their respective emergency shelters and to provide essential social services for homeless individuals and families. On November 18, 2020, the City received notice that DHS approved the City's application for ESG-CV funds. On November 23, 2020, the City executed an ESG-CV Grant Agreement with DHS to govern expenditures of ESG-CV funds by the City and the Participating Organizations, and

NOW, THEREFORE, in consideration of the matters set forth above and below, the parties agree as follows.

1. **Definitions.** Whenever used in this Subrecipient Agreement:
 - A. "Act" means Subtitle C of Title IV of the McKinney – Vento Homeless Assistance Act (the McKinney Act), 42 U.S.C. 11381 *et seq.*, as amended by the Homeless Emergency Assistance and Rapid Transition to Housing (HEARTH) Act of 2009 and all rules and regulations promulgated thereto.
 - B. "City" is defined in the Background section of this Subrecipient Agreement.
 - C. "DHS" is defined in the Background section of this Subrecipient Agreement.
 - D. "ESG-CV" is defined in the Background section of this Subrecipient Agreement.
 - E. "Grant Agreement" means the agreement between the City and DHS executed by the City on November 23, 2020, in connection with the ESG-CV Grant Agreement No. FCSZH05730.

- F. “Grant Application” means the application submission on the basis of which an ESG-CV grant was approved by DHS, including the certifications and assurances and any information or documentation required to meet any ESG-CV award conditions.
- G. “Grant Funds” means the assistance provided under this Subrecipient Agreement.
- H. “Participating Organizations” is defined in the Background section of this Subrecipient Agreement.
- I. “State” means the State of Illinois.
- J. “Subrecipient” is defined in the Background section of this Subrecipient Agreement.

2. Grant Award.

- A. Subject to the terms of the Grant Agreement and this Subrecipient Agreement, the City shall provide up to **\$128,700.00** in Grant Funds to the Subrecipient for activities identified as the responsibility of the Subrecipient in the Grant Application. The Subrecipient agrees to use funds granted to it by the City pursuant to this Subrecipient Agreement to undertake those activities in the Application identified as the Responsibility of the Subrecipient in the manner identified in the Application. The Subrecipient agrees that funds awarded it pursuant to this Subrecipient Agreement shall be used for the following purposes:

Rapid Re-housing and Case Management: \$ 128,700.00

3. Matching Funds.

- A. As provided by the CARES Act, ESG-CV funds are not subject to the match requirements that otherwise apply to the Emergency Solutions Grants program.

4. Allowable Costs – Rapid Re-housing Component. The Subrecipients shall use Grant Funds only for the following costs of providing essential services to homeless families and individuals in emergency shelters and operating emergency shelters:

- A. **Housing Relocation and Stabilization Services:** Case management, childcare, education services, employment assistance and job training, outpatient health services, legal services, transportation, substance abuse treatment, and services for special populations.

- B. **Tenant-based Rental Assistance:** Rent.

5. Disbursement. If and to the extent the City receives funds under the Act, the City shall reimburse the Subrecipients in accordance with the terms of this Subrecipient Agreement. Funding in the full amount of this Subrecipient Agreement is contingent upon the City receiving Grant Funds. If the Grant Funds are discontinued or reduced for any reason, the City’s payments to the Subrecipients may cease or be reduced without advance notice, and the

City will not be liable for any damages as a result of such discontinuance or reduction of Grant Funds.

6. **Disallowance.** A Subrecipient shall reimburse the City for any payments it receives under this Subrecipient Agreement that are disallowed under the ESG-CV. If the City determines that a cost for which the City has made payment is disallowed, the City shall notify the Subrecipient of the disallowance and the required course of action, which, at the City's option, will be to adjust any future claim submitted by the Subrecipient by the amount of the disallowance or to require the Subrecipient immediately to repay the disallowed amount by issuing a check payable to the City.

7. **Subrecipients' Duties.**

A. The Subrecipients shall:

- (1) Maintain detailed financial records that show the eligible essential services costs and shelter operating costs;
- (2) Submit quarterly reports to the City no later than 15 days after the end of the quarter; Failure to submit reports to the City may result in the withholding or suspension of Grant Funds until the City receives and approves such reports;
- (3) Maintain files and records as required which relate to the overall administration of the ESG-CV; and
- (4) Provide information for an Annual Performance Report within required timeframes.
- (5) Submit quarterly Financial Status Reports to the City using the format provided by the City; and
- (6) Input shelter client data using the format approved by the Champaign County Continuum of Care into the HMIS system at least once every seven (7) days when the shelter is open to clients;
- (7) Submit quarterly Client Statistics Reports to the City using the format provided by the City;
- (8) Use required forms to show participant eligibility, the calculation of resident rent, the policy showing savings program (if any) and the procedures for communicating said information to the participant, which must be maintained in participant file.
- (9) Maintain adequate documentation to demonstrate the homeless eligibility of persons served by Grant Funds; and

- (10) Allow representatives of the City or DHS to inspect facilities used in connection with this Subrecipient Agreement or which implement programs funded under this Subrecipient Agreement and to observe the provision of services.
 - B. With respect to all matters covered by this Subrecipient Agreement, the Subrecipients shall make records available for examination, audit, inspection, or copying at any time during normal business hours and as often as the City, State, U.S. Department of Housing and Urban Development, representatives of the Comptroller General of the United States, or other federal agency may require. The Subrecipients shall permit excerpts or transcriptions to be made or duplicated from such records, and audits made of all invoices, materials, records of personnel and of employment and other data relating to all matters covered by this Subrecipient Agreement. The City's right of inspection and audit shall obtain likewise with reference to any audits made by any other agency, whether local, State or federal.
8. **Agreement Term.** This Subrecipient Agreement is effective on the last date signed by a party hereto and will terminate on June 30, 2021, unless otherwise cancelled or amended according to its terms.
9. **Subrecipients' representations.** Each Subrecipient represents the following to the City:
 - A. The Subrecipient is qualified to participate in the ESG-CV, has the requisite expertise and experience in the provision of an emergency solutions program for homeless individuals or families, and is willing to use Grant Funds to operate such a program.
 - B. The Subrecipient will provide services under this Subrecipient Agreement in a competent, professional, and satisfactory manner in accordance with the ESG-CV.
10. **Default.**
 - A. Any breach of any representation or other provision of this Subrecipient Agreement will constitute a default. A default by a Subrecipient also will consist of any of the following:
 - (1) Use of Grant Funds for a purpose other than as authorized herein;
 - (2) Noncompliance with the Act or the requirements of the Interim Rule published at 24 CFR Parts 91 and 576 on December 5, 2011, at FR-5474-I-01, a copy of which is attached as Attachment A; or
 - (3) Failure to maintain detailed financial records concerning the use of the Grant Funds.
 - B. A party claiming a default shall give written notice of such default to the defaulting party, which notice will describe the nature of the default and the Section of this Subrecipient Agreement, which the non-defaulting party believes was breached. The defaulting party will have fourteen (14) calendar days from the date notice was given to cure or remedy the default. During any such period following the giving of notice, the non-defaulting

party may suspend performance under this Subrecipient Agreement until the defaulting party gives written assurances to the non-defaulting party, deemed reasonably adequate by the non-defaulting party, that the defaulting party will cure or remedy the default and remain in compliance with its duties under this Subrecipient Agreement.

- C. If the defaulting party is the City, and it fails to cure or remedy the default as provided herein, the non-defaulting party may exercise any right, power, or remedy granted to it pursuant to this Subrecipient Agreement or applicable law.
 - D. If the defaulting party is a Subrecipient, and it fails to cure or remedy the default as provided herein, the City may take one or more of the following actions:
 - (1) Direct the Subrecipient to submit progress schedules for completing approved activities;
 - (2) Direct the Subrecipient to establish and maintain a management plan that assigns responsibilities for carrying out remedial actions;
 - (3) Direct the Subrecipient to suspend, discontinue, or not incur costs for the affected activity;
 - (4) Reduce or recapture the Grant Funds authorized herein;
 - (5) Direct the Subrecipient to reimburse the City for costs inappropriately charged to the City;
 - (6) Exercise other appropriate action including, but not limited to, any remedial action legally available.
 - E. A Subrecipient shall make any reimbursement required by this Section no more than thirty (30) days after the City directs such reimbursement.
11. **Indemnification.** Each Subrecipient shall indemnify and defend the City, its agents, employees, officers, and elected officials against all claims or liability whatsoever, including attorney's fees and costs, resulting from the Subrecipient's activities under this Subrecipient Agreement, except for those resulting from the willful misconduct or negligence of the City or its agents, employees, officers, or elected officials. This section will survive the termination of this Subrecipient Agreement.
12. **Independent Contractors.** The parties are independent contractors with respect to each other, and nothing in this Subrecipient Agreement creates any association, partnership, joint venture, or agency relationship between them.
13. **Third Party Beneficiaries.** This Subrecipient Agreement does not and is not intended to confer any enforceable rights or remedies upon any person other than the parties.
14. **Assignment.** The Subrecipients shall not assign, convey or otherwise transfer any of their rights, duties, or obligations under this Subrecipient Agreement to another person or entity

without the express written consent of the City and authorization of DHS. In the event any Subrecipient seeks to assign, convey or otherwise transfer any of its rights, duties, or obligations under this Subrecipient Agreement, the Subrecipient shall demonstrate that it will use an open, impartial, and competitive selection process in making any such assignment, conveyance, or transfer of its rights, duties or obligations.

15. **Entire Agreement; Amendments in Writing.** This Subrecipient Agreement constitutes the entire agreement between the parties, supersedes all other agreements or understandings between them pertaining to the matter of this Subrecipient Agreement, and may not be amended except by a writing signed by all parties. All attachments to this Subrecipient Agreement are incorporated herein by this reference thereto.
16. **Dispute Resolution and Governing Law.** In the event of a dispute between the parties to this Subrecipient Agreement, the parties, before filing any court action, jointly shall select a mediator and shall make a good faith effort in such mediation to resolve their differences. The parties shall share equally in the cost of such mediation service. In the event mediation fails to resolve the dispute between the parties, any party may file and maintain an action in the Circuit Court for the Sixth Judicial Circuit, Champaign, Illinois. The laws of the State of Illinois will govern any and all actions to enforce, construe, or interpret this Subrecipient Agreement.
17. **Notices.** The parties shall give all notices required or permitted by this Subrecipient Agreement in writing, addressed as set forth below, unless another address is provided in writing. Notices will be deemed given when personally delivered; deposited in the U.S. mail, postage prepaid, first class; or delivered to a commercial courier.

TO THE CITY:

Manager, Grants Management Division
Dept. of Community Development Services
City of Urbana
400 South Vine Street
Urbana, Illinois 61801

TO CUNNINGHAM TOWNSHIP:

Danielle Chynoweth, Supervisor
Cunningham Township
205 W. Green Street
Urbana, IL 61801

18. **Waiver.** Any party's failure to enforce any provision of this Subrecipient Agreement will not be deemed a waiver of future enforcement of that or any other provision. A waiver of any provision of this Subrecipient Agreement is valid only if in writing and signed by the parties.
19. **Compliance with Laws and Regulations.**
 - A. The Subrecipients shall comply with all applicable federal, State, and local laws, ordinances, rules, and regulations, as amended from time to time, including without limitation the Act; the ESG-CV Emergency Solutions Grant – CV Program and Consolidated Plan Conforming Amendments; and Attachment A.

B. The Subrecipients shall comply with the State required certifications provided for in the Grant Agreement and attached as Attachment B. These certifications are in addition to any certifications required by any federal funding source as set forth in this Subrecipient Agreement. The Subrecipients' execution of this Subrecipient Agreement will serve as their attestation that the certifications made herein are true and correct.

20. **Interpretation.** The parties shall construe this Subrecipient Agreement according to its fair meaning and not strictly for or against any party.

21. **Counterparts.** The parties may sign this Subrecipient Agreement in one or more counterparts, each of which will be deemed an original, but all of which together will constitute one and the same instrument. Signatures delivered by email in Adobe Portable Document Format (PDF) or by facsimile will be deemed original signatures for all purposes.

The parties are signing this agreement on the dates indicated below their signatures.

CITY OF URBANA, ILLINOIS

By: _____
Diane Wolfe Marlin, Mayor

Date: _____, 2020

Attest: _____
Phyllis D. Clark, City Clerk

CUNNINGHAM TOWNSHIP

By:  _____

Name: Danielle Chynoweth

Title: Supervisor, Cunningham Township

Date: December 2, 2020

ATTACHMENT A:

24 CFR Parts 91 and 576

**Homeless Emergency Assistance and Rapid Transition to Housing:
Emergency Solutions Grants Program and Consolidated Plan
Conforming Amendments; Interim Final Rule**

December 5, 2011

ATTACHMENT B

**STATE OF ILLINOIS REQUIRED
CERTIFICATIONS**