RESOLUTION NO. <u>1999-05-019R</u>

<u>A RESOLUTION</u> <u>AMENDING THE URBANA HOME CONSORTIUM</u> <u>AND CITY OF URBANA CONSOLIDATED PLAN</u> <u>ANNUAL ACTION PLAN FOR PROGRAM YEAR 1995-1996</u>

WHEREAS, on May 15, 1995, the Urbana City Council approved the City of Urbana and Champaign/Urbana/Champaign County HOME Consortium FY1995-1996 Annual Action Plan and authorized its submittal to the U.S. Department of Housing and Urban Development (hereinafter "HUD"), said submittal modified by the Urbana City Council on April 1, 1996 to identify certain text amendments under the HOME Program; and

WHEREAS, HUD has subsequently approved said *FY1995-1996 Annual Action Plan* and has released FY1995-1996 HOME funds to the City of Urbana for use by members of the Champaign/Urbana/Champaign County HOME Consortium; and

WHEREAS, the City of Urbana and Champaign/Urbana/Champaign County HOME Consortium *FY1995-1996 Annual Action Plan* allocates \$146,981 in Community Development Housing Organization (CHDO) funds to the Illinois Center for Citizen Involvement for construction of single-family homes through its HomeBuild Program; and

WHEREAS, the Illinois Center for Citizen Involvement, a Community Housing Development Organization certified by the Champaign/Urbana/Champaign County HOME Consortium has requested formal amendment by the City of Urbana of the Champaign/Urbana/Champaign County HOME Consortium FY1995-1996 Annual Action Plan to reallocate the number of homes built in each community through the HomeBuild Program; and

WHEREAS, on April 12, 1999, the City of Urbana published in the Champaign-Urbana *News-Gazette* a notice of public hearing and a 30-day public review period regarding a proposed amendment to the *FY1995-1996 Annual Action Plan* to reallocate the homes built through HomeBuild2 in accordance with the request from the Illinois Center for Citizen Involvement; and

WHEREAS, on April 22, 1999, the staff of the City of Urbana Department of Community Development Services and the City of Champaign Department of Neighborhood Services held a public hearing on behalf of the Champaign/Urbana/Champaign County HOME Consortium on the proposed amendment to the *FY1995-1996 Annual Action Plan*; and

WHEREAS, the City of Urbana, acting as lead agency entity of the Urbana HOME Consortium, now desires to amend the Champaign/Urbana/Champaign County HOME Consortium FY1995-1996 Annual Action Plan with respect to the HomeBuild Program.

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

<u>Section 1</u>. That the section entitled "Community Housing Development Organization (CHDO) Expenses" of the HOME Program budget of the *City of Urbana and Champaign/Urbana/Champaign County HOME Consortium FY1995-1996 Annual Action Plan* be replaced with a new entry as follows.

COMMUNITY HOUSING DEVELOPMENT ORGANIZATION (CHDO) EXPENSES

Consortium members propose to designate the Illinois Center for Citizen Involvement as CHDO recipient for 1995-1996. The CHDO pool would be used for the following two purposes.

In the Cities of Urbana and Champaign, CHDO funds would be used to provide downpayment grants to income-eligible households purchasing newly constructed singlefamily residences. Eight Nine houses would be built in Urbana, eight seven in Champaign on vacant lots acquired for the program by the cities. Additional downpayment assistance would be provided by the Illinois Affordable Housing Trust Fund and the Federal Home Loan Bank. The Illinois Center for Citizen Involvement (ICCI) would coordinate the program by identifying prospective homebuyers, arranging financing with participating lenders, and coordinating home construction. Participating lenders include Bank Champaign, Busey Bank, BankIllinois, Central Illinois Bank, First Mutual Bank, First of America Bank, and Kankakee Federal Savings Bank. Of the 16 houses to be constructed, six would be setaside for households earning at or below 50 percent of median family income, four would be set-aside for households earning not more than 65 percent of median family income, and six would be set aside for households earning not more than 80 percent of median family income. At least in the City of Urbana, preference will be given to home buyers in the lower categories to the extent funds are available.

(\$68,203 for downpayment assistance in Champaign, \$68,203 for downpayment assistance in Urbana)

Total Downpayment Assistance	
From HOME Funds	\$109,125
From Local Match	\$ 27,281

 The Illinois Center for Citizen Involvement would use a portion of HOME CHDO monies for a portion of ICCI's operating and personnel expenses. An additional full-time staff person would be hired to effectively market and coordinate the home construction program.

Total Operating and Personnel Expenses

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	From	HOME Funds		\$ 10,575
	From	Local Match		\$ 0

TOTAL CHDO EXPENSES

\$146,981

From HOME Funds	\$119,700
From Local Match	\$ 27,281

Section 2. That the Mayor is hereby designated as the authorized representative of the City of Urbana, acting on behalf of the Champaign/Urbana/Champaign County HOME Consortium, to take any actions necessary in conjunction with the foregoing Annual Action Plan amendment, including submittal of said plan amendments to HUD.

, 1999. PASSED by the City Council this <u>17th</u> day of _ May YI Ci Clark, City Clerk hyllis D APPROVED by the Mayor this 1999. dav ni ъ B ŗ 1 Ó

Tod Satterthwaite, Mayor