



cityofnovi.org

CITY of NOVI CITY COUNCIL

Agenda Item B
July 6, 2009

SUBJECT: Approval of Resolution authorizing the Reprogramming of Community Development Program Income Funds into the 2009 Minor Home Repair Program.

SUBMITTING DEPARTMENT: Finance

CITY MANAGER APPROVAL: 

BACKGROUND INFORMATION:

In conjunction with the FY 2009-10 budget process, City Council has approved the funding option to accelerate the repayment of future program income funds into our 2009 Minor Home Repair Program. Program income funds are a result of the repayment of Community Development Block Grant (CDBG) funds resulting from the agreement reached with Oakland County regarding the disposition of park property acquired back in 1993. Two annual installment payments payable December 17, 2009 and December 17, 2010 remain to be paid under the terms of the agreement totaling \$34,472.83. This action will then complete the repayment of \$137,876.83 as required.

By combining the additional funds approved in the 2009-10 Budget as a result of **accelerating the repayment of program income**, our 2009 Minor Home Repair Program will total \$100,873 (see chart below) and would be sufficient to address the needs of the 19 residents (based on an average cost of \$5,000/household) currently on our waiting list.

CDBG Program Description	Description	2009 CDBG Funding Allocation (a)	Accelerated Funding Option (b)	2009 Award (a) + (b)
Minor Home Repair	Residential repair program for Novi residents	\$ 66,400	\$34,473	\$100,873

RECOMMENDED ACTION: Approval of Resolution authorizing the Reprogramming of Community Development Program Income Funds into the 2009 Minor Home Repair Program.

Mayor Landry				
Mayor Pro Tem Gatt				
Council Member Burke				
Council Member Crawford				

Council Member Margolis				
Council Member Mutch				
Council Member Staudt				

RESOLUTION

REPROGRAMMING OF COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS

WHEREAS, the City of Novi is a participating community with the Oakland County Community Development Program, and

WHEREAS, the City of Novi has unexpended program income funds, and

WHEREAS, the City of Novi would like to reprioritize the use of these funds, and

THEREFORE, BE IT RESOLVED that the City of Novi hereby authorizes the reprogramming of Community Development Block Grant funds for the following activities:

Proposed (From) – **Program Income**
Activity Description: **Agreement for the Disposition of CDBG Property located in the City of Novi, County of Oakland, State of Michigan, described as the West 137.20 feet of the East 1,037.20 feet of the Southeast ¼ of the Southwest ¼ of Section 10; formally known as Parcel 22-10-300-005, now known as part of Parcel 22-10-300-019.**
Date of Agreement: **December 5, 2003**
Original Amount: **\$137,873.83**
Remaining Balance: **\$34,472.83**

Proposed (To) – **2009 Program Year**
Activity Number: **172170-731227**
Activity Description: **Minor Home Repair**
Amount: **\$34,472.83**

CERTIFICATION

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Council of the City of Novi at a regular meeting held this July 6, 2009.

Maryanne Cornelius
City Clerk