

RESOLUTION NO. 2020- _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MERCED, CALIFORNIA, HEREBY AUTHORIZES THE SUBMITTAL OF AN APPLICATION TO THE CALIFORNIA STATE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT FOR FUNDING UNDER THE CALHOME PROGRAM; THE EXECUTION OF A STANDARD AGREEMENT IF SELECTED FOR SUCH FUNDING AND ANY AMENDMENTS THERETO; AND ANY RELATED DOCUMENTS NECESSARY TO PARTICIPATE IN THE CALHOME PROGRAM

WHEREAS, The City of Merced, a California Charter Municipal Corporation, wishes to apply for and receive an allocation of funds through the CalHome Program; and.

WHEREAS, The California Department of Housing and Community Development (hereinafter referred to as "HCD") has issued a Notice of Funding Availability ("NOFA") on November 27, 2019, for the CalHome program established by Chapter 84, Statutes of 2000 (SB 1656 Alarcon), and codified in Chapter 6 (commencing with Section 50650) of Part 2 of Division 31 of the Health and Safety Code (the "statute"). Pursuant to the statute, HCD is authorized to approve funding allocations utilizing monies made available by the State Legislature to the CalHome program, subject to the terms and conditions of the statute and the CalHome Program Regulations adopted by HCD in April 2004; and,

WHEREAS, The City of Merced wishes to submit an application to obtain from HCD an allocation of CalHome funds in the amount of One Million Dollars (\$1,000,000).

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MERCED DOES HEREBY RESOLVE, DETERMINE, FIND, AND ORDER AS FOLLOWS:

ATTACHMENT 2

SECTION 1. The City of Merced shall submit to HCD an application to participate in the CalHome Program in response to the NOFA issued on November 27, 2019, which will request a funding allocation for the following activities: First Time Homebuyer Mortgage Assistance Program in the amount of One Million Dollars (\$1,000,000).

SECTION 2. The City is requesting One Million Dollars (\$1,000,000) to provide Mortgage Assistance Loans for qualified First Time Homebuyers for a period not longer than three (3) years. The Mortgage Assistance Loans would be used to provide gap financing, and only as necessary to provide affordable housing for first-time home buyers.

SECTION 3. The Mortgage Assistance Loans would only be provided to applicants who are aware of the requirements of the CalHome Program and only to homes located in Census Tracts: 10.03, 10.04, 10.05, 13.01, 13.02, 14.01, 15.02, 15.03, 16.01, and 17.00; which are located within the City of Merced.

SECTION 4. If the application for funding is approved, the City of Merced hereby agrees to use the CalHome funds for eligible activities in the manner presented in the application as approved by HCD and in accordance with program regulations cited above. The application in full is incorporated as part of the Standard Agreement. Any and all activities funded, information provided, and timeliness represented in the application are enforceable through the Standard Agreement. It also may execute any and all other instruments necessary or required by HCD for participation in the CalHome Program.

SECTION 5. The City of Merced authorizes the City Manager or his designee to execute in the name of the City of Merced, the application, the Standard Agreement, any subsequent amendments or modifications thereto, and all other documents required by HCD for participation in the CalHome Program, and any amendments thereto.

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PASSED AND ADOPTED by the City Council of the City of Merced at a regular meeting held on the ____ day of _____ 2020, by the following vote:

AYES: Council Members:

NOES: Council Members:

ABSENT: Council Members:

ABSTAIN: Council Members:

APPROVED:

Mayor

ATTEST:
STEVE CARRIGAN, CITY CLERK

BY: _____
Assistant/Deputy City Clerk

(SEAL)

APPROVED AS TO FORM:

Prucha C. Dohm 12-27-19
City Attorney Date