


City Attorney's Office

OAKLAND CITY COUNCIL

RESOLUTION NO. _____ C.M.S.

RESOLUTION:

- 1) **AUTHORIZING THE REMAPPING OF THE EXISTING NEIGHBORHOOD STABILIZATION PROGRAM (NSP) TARGET AREA FOR NSP1 TO THE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) COMMUNITY DEVELOPMENT DISTRICTS TO FACILITATE EXPENDITURE OF PROGRAM FUNDS AND THE CLOSURE OF THE NSP1 GRANT;**
- 2) **AUTHORIZING THE REPROGRAMMING OF THREE HUNDRED TWENTY-SIX THOUSAND, FIVE HUNDRED EIGHTY-ONE DOLLARS (\$326,581) OF NEIGHBORHOOD STABILIZATION PROGRAM FUNDS DESIGNATED FOR THE PURCHASE OF FORECLOSED PROPERTIES TO THE ACQUISITION AND CONVERSION TO AFFORDABLE HOUSING (ACAH) PROGRAM;**
- 3) **AUTHORIZING THE MODIFICATION OF THE ELIGIBLE ACTIVITY FOR 1222 89TH AVENUE FROM REHABILITATION TO DEMOLITION OF A BLIGHTED PROPERTY; AND**
- 4) **AUTHORIZING THE CITY ADMINISTRATOR TO PREPARE AND SUBMIT TO THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT THE CITY'S FIRST SUBSTANTIAL AMENDMENT TO ITS ANNUAL ACTION PLAN (AAP) FOR FISCAL YEAR 2020-21, WHICH IS PART OF THE FIVE-YEAR CONSOLIDATED PLAN (CON PLAN) FOR FISCAL YEARS 2020-21 THROUGH 2024-25, TO REFLECT THESE MODIFICATIONS.**

WHEREAS, on November 18, 2008, the Oakland City Council adopted Resolution No. 81679 C.M.S., which accepted and appropriated a formula allocation of Neighborhood Stabilization Program (NSP1) funds from the U.S. Department of Housing and Urban Development in the amount of Eight Million, Two Hundred Fifty Thousand, Six Hundred Sixty-Eight Dollars (\$8,250,668); and

WHEREAS, the goal of the Neighborhood Stabilization Program (NSP) is to provide for the housing needs of low- and moderate-income residents; and

WHEREAS, the United States Department of Housing and Urban Development (HUD) allowed NSP grantees to undertake activities on a limited number of units outside of the established target areas if the units were located in adjacent, eligible census tracts, according to the grantee's approved Annual Action Plan; otherwise, a substantial amendment was required; and

WHEREAS, HUD issued an NSP Policy Alert on April 3, 2014, citing 24 CFR 91.505 (a), which stated that the jurisdiction shall amend its approved plan whenever it makes one of the following decisions: (1) to make a change in its allocation or priorities or a change in the method of distribution of funds; (2) to carry out an activity, using funds from any program covered by the consolidated plan (including program income), not previously described in the action plan; or (3) to change the purpose, scope, location, or beneficiaries of any activity; and

WHEREAS, HUD has indicated that the Acquisition and Conversion to Affordable Housing (ACAH) Program could be an allowable activity for the remaining NSP1 Program funds; and

WHEREAS, all Acquisition and Conversion to Affordable Housing (ACAH) Program properties will be located within the City's seven Community Development Block Grant (CDBG) Community Development Districts (CD Districts); and

WHEREAS, NSP program funds in the amount of Three Hundred Twenty-Six Thousand, Five Hundred Eighty-One Dollars (\$326,581) must be expended for grant closure, and the proposed actions will expend all remaining NSP program funds; and

WHEREAS, demolition is an eligible use of NSP program funds, and changing the eligible activity from rehabilitation to demolition of a blighted property is the appropriate outcome for the 1222 89th Avenue property; now, therefore, be it

RESOLVED: That the City Administrator, or his designee, is hereby authorized to remap the target areas for the Neighborhood Stabilization Program (NSP1) to the Community Development Block Grant Community Development Districts; and be it

FURTHER RESOLVED: That the City Administrator, or his designee, is hereby authorized to reprogram NSP1 funds for the ACAH program from the NSP Program Budget (Fund 2109, Org 88939, Project 1001058); and be it

FURTHER RESOLVED: That the City Administrator, or his designee, is hereby authorized to modify the eligible activity for 1222 89th Avenue from rehabilitation to demolition of a blighted property; and be it

FURTHER RESOLVED: That the City Administrator or his designee is authorized to prepare and submit to the United States Department of Housing and Urban Development the City's first substantial amendment to its Annual Action Plan for Fiscal Year 2020-21.

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IN COUNCIL, OAKLAND, CALIFORNIA,

PASSED BY THE FOLLOWING VOTE:

AYES - FIFE, GALLO, KALB, KAPLAN, REID, TAYLOR, THAO AND PRESIDENT
FORTUNATO BAS

NOES –

ABSENT –

ABSTENTION –

ATTEST: _____
ASHA REED
City Clerk and Clerk of the Council of the
City of Oakland, California