1 **CITY OF HOMER** 2 HOMER, ALASKA 3 Aderhold 4 **RESOLUTION 20-103(A)** 5 A RESOLUTION OF THE CITY COUNCIL OF HOMER, ALASKA 6 7 ESTABLISHING A MORTGAGE AND RENT RELIEF GRANT (MARRG) 8 PROGRAM TO CITY OF HOMER RESIDENTS EXPERIENCING 9 ECONOMIC HARDSHIP DUE TO THE COVID-19 PUBLIC HEALTH 10 EMERGENCY, APPROVING UP TO \$339,200 \$763,200 TO BE USED 11 FOR MARRG, AND AUTHORIZING THE CITY MANAGER TO ENTER 12 INTO AN AGREEMENT WITH ALASKA HOUSING FINANCE 13 CORPORATION (AHFC) FOR PROGRAM ADMINISTRATION. 14 15 WHEREAS, On May 26, 2020, the Homer City Council passed Resolution 20-051 to accept \$7,899,085.29 in grant funds from the State of Alaska, Department of Commerce, Community 16 and Economic Development for necessary expenditures due to the COVID-19 public health 17 18 emergency; and 19 20 WHEREAS, These funds were made available to State, Local and Tribal governments through the Coronavirus Aid, Relief and Economic Security (CARES) Act to cover necessary 21 expenditures incurred due to the public health emergency with respect to the Coronavirus 22 23 Disease 2019 (COVID-19); and 24 25 WHEREAS, To be eligible for reimbursement through CARES Act funding, expenses must be incurred during the period that begins on March 1, 2020 and ends on December 30, 2020; 26 and 27 28 29 WHEREAS, The Alaska Housing Finance Corporation (AHFC) administered the Alaska Housing Relief Program earlier this summer, which provided up to \$1,200 as a one-time 30 payment to assist with housing costs for each eligible household, payable directly to their 31 lender or landlord; and 32 33 WHEREAS, Approximately ninety households in the City of Homer qualified and took 34 advantage of this statewide funding opportunity for one month of mortgage and rent relief 35 payments; and 36 37 WHEREAS, These households have an income that is at or below 80% of the 38 community's area median income as calculated by the US Department of Housing and Urban 39 Development and were able to demonstrate how their household income was reduced on or 40 after March 11, 2020 as a result of COVID-19 related closures, hour reductions or other lost 41 42 income that is attributable to COVID-19; and

WHEREAS, The ongoing COVID-19 pandemic contributes to an ongoing need for housing support which will continue and grow as the public health emergency extends into the fall and winter; and

WHEREAS, The MARRG program compliments the Household Economic Relief Grant (HERG) program previously established by Homer City Council in that it allows qualifying households to utilize HERG funds for eligible expenses other than rent or mortgage payments; and

WHEREAS, AHFC has agreed to continue administering the housing relief program for Homer residents via a sub-recipient grant agreement with the City; and

WHEREAS, Providing grants to residents experiencing economic hardship and housing insecurity follows CARES Act requirements as interpreted by the US Department of the Treasury's guidance for local governments, which allows for necessary expenditures incurred due to the COVID-19 public health emergency and for second order effects of the emergency; and

WHEREAS, It is necessary and in the best interest of the City of Homer to approve grant funding for emergency rent and mortgage relief to assist Homer residents and households affected by COVID-19; and

WHEREAS, The Administration has developed and presented the City Council with a spending plan, which designates CARES Act funds into several different expense categories, including funds intended to provide direct support to Homer residents who have been financially impacted by the COVID-19 public health emergency; and

NOW, THEREFORE BE IT RESOLVED, that the City of Homer City Council approves up to \$339,200.00 \$763,200.00 from the COVID-19 Response Fund so that the AHFC may provide individual grants to qualifying households in the City of Homer of up to \$ 1, 200 per month for each of the four six months from September July through December, 2020 for mortgage or rent relief.

BE IT FURTHER RESOLVED that the City Manager is authorized to execute a subrecipient grant agreement with AHFC for the administration of the program at no cost to the City other than the use of the Cares Act grant funds allocated to MARRG for rental or mortgage assistance, and may establish and make amendments to grant guidelines as necessary to carry out the lawful and efficient administration of the program.

BE IT FURTHER RESOLVED that the City of Homer shall take proactive measures to communicate the opportunity for this program throughout the community and provide technical assistance to those working to submit successful applications to the grant program.

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PASSED BY THE HOMER CITY COUNCIL THIS 12th day of October, 2020. CITY OF HOMER KEN CASTNER, MAYOR ATTEST: MELISSA JACOBSEN, MMC, CITY CLERK Fiscal Note: N/A