



## Legislation Text

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**DATE:** August 22, 2019

**TO:** Board of Mayor and Aldermen

**FROM:** Eric Stuckey, City Administrator  
Vernon Gerth, Assistant City Administrator - Community/Economic Development  
Tom Marsh, Building and Neighborhood Services Director  
Kathleen Sauseda, Housing Development Coordinator

**SUBJECT:**

Consideration of Contract 2019-0042, Contract with Community Housing Partnership for Receipt of Community Development Block Grant Funds from the City of Franklin as Reimbursement for Costs Associated With Construction of Single Family Homes that Benefit Low to Moderate Income Residents. (WS 9/10/19)

**Purpose**

The purpose of this memorandum is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) to consider a contract with Community Housing Partnership (CHP) as a Community Based Development Organization (CBDO). This contract will reimburse CHP for costs incurred for construction of single-family homes for low to moderate income residents.

**Background**

The City of Franklin has identified affordable housing development as an important issue in the community. The City solicited proposals from qualified non-profit organizations that are certified as CBDO(s) to develop affordable housing for low to moderate-income residents of the City of Franklin. This funding will be leveraged with bank funding toward the development of a single-family affordable home as defined by Department of Housing and Urban Development (HUD) standards.

This agreement facilitates reimbursement of the Community Housing Partnership up to \$63,672 for costs incurred for construction of new single-family homes for low to moderate income residents. Costs may be associated with acquisition of vacant land, new construction, and/or acquisition and rehabilitation of existing structures.

Invoices may be submitted while the project is in progress as work is performed and the City may choose to reimburse the organization for incremental expenses incurred as work is completed and inspected for satisfactory progress. Final payment is subject to satisfactory completion of all work as determined by City staff.

**Financial Impact**

This contract will be funded in full through the Community Based Development Organization (CBDO) portion

of the Community Development Block Grant (CDBG) through the Department of Housing and Urban Development (HUD).

**Recommendation**

Staff recommends approval of this contract.