



City of Grand Island

Tuesday, March 12, 2002

Council Session

Item G9

#2002-65 - Approving Amendment to Community Development Rehabilitation Program Guidelines

The Community Projects Department facilitates a Rehabilitation Deferred Loan Program to assist with rehabilitation of owner occupied housing. Funding for the Program has historically been obtained through grants from the Nebraska Department of Economic Development, Community Development Block Grant Program. City guidelines for the Rehabilitation Deferred Loan Program have been established and are updated as needed to reflect changing community conditions. The Community Development Advisory Board, at the January meeting, has recommended a modification to the Program Guidelines to increase the amount of the maximum deferred payment loan from \$15,000 per home to \$20,000, with an additional \$5,000 available in the event that needed critical repairs exceed the standard amount. The rehabilitation deferred loan is secured by a mortgage on the property which is due at the time the property is sold or transferred to a new owner. There is no demand for payment until this occurs. No interest is charged during the life of the deferred payment loan. Other minor modifications of a housekeeping and formatting nature were also recommended. Approval of amending the Rehabilitation Program Guidelines is recommended.

Staff Contact:



RESOLUTION 2002-65

WHEREAS, the City of Grand Island, through the Community Projects Department, facilitates a Rehabilitation Deferred Loan Program to assist with rehabilitation of owner-occupied housing; and

WHEREAS, the current guidelines for the Rehabilitation Deferred Loan Program outlines that no more than \$15,000 can be used for a deferred loan to repair or rehabilitate such property to "Minimum Property Standards" in conformance with guidelines established by the Community Development Division; and

WHEREAS, funding for the program is available through grants from the Nebraska Department of Economic Development, Community Development Block Grant Program; and

WHEREAS, it is proposed that the guidelines be changed to increase the maximum deferred payment loan amount from \$15,000 to \$20,000, with an additional \$5,000 available in the event that needed critical repairs exceed the standard amount.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the guidelines for the Rehabilitation Deferred Loan Program be amended to increase the maximum deferred payment loan amount from \$15,000 to \$20,000, with an additional \$5,000 available in the event that needed critical repairs exceed the standard amount.

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Adopted by the City Council of the City of Grand Island, Nebraska on March 26, 2002.

RaNae Edwards, City Clerk

Approved as to Form ? _____
March 8, 2002 ? City Attorney