

# City of Hallandale Beach City Commission Agenda Cover Memo

| Meeting Date:                                                              |      | Item Type:                   |                                                |                  | 1st Reading |                       | 2 <sup>nd</sup> Reading                               |
|----------------------------------------------------------------------------|------|------------------------------|------------------------------------------------|------------------|-------------|-----------------------|-------------------------------------------------------|
| 11/18/2020                                                                 |      | <b>⊠Resolution</b>           | Ordinance Reading                              |                  | N/A         |                       | N/A                                                   |
| 11/10/2020                                                                 |      | □ Ordinance                  | Public Hearing                                 |                  |             |                       |                                                       |
| File No.:                                                                  |      | □Other                       | Advertising Required                           |                  |             |                       |                                                       |
| 20-469                                                                     |      |                              | Quasi Judicial:                                |                  |             |                       |                                                       |
| Fiscal Impact (\$):                                                        |      | Account Balance (\$):        | Funding Source:                                |                  |             | Project Number :      |                                                       |
| \$831,316                                                                  |      | \$831,316                    | CARES Act                                      |                  |             | TBD                   |                                                       |
| Contract/P.O.<br>Required                                                  |      | RFP/RFQ/Bid<br>Number:       | Sponsor Name:                                  |                  |             | Department:           |                                                       |
| ⊠ Yes                                                                      | □ No | NA                           | Jeremy Earle, Ph.D., AICP Interim City Manager |                  | CP,         | City Manager's Office |                                                       |
| Strategic Plan Focus Areas:                                                |      |                              |                                                |                  |             |                       |                                                       |
| ⊠Financial                                                                 |      | ☑ Organizational<br>Capacity |                                                | □ Infrastructure |             | Re                    | Development,<br>development and<br>onomic Development |
| Implementation Timeline                                                    |      |                              |                                                |                  |             |                       |                                                       |
| Estimated Start Date: Upon execution of ILA Estimated End Date: 12/30/2020 |      |                              |                                                |                  |             |                       |                                                       |
|                                                                            |      |                              | - <del></del>                                  |                  |             |                       |                                                       |

# **SHORT TITLE:**

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HALLANDALE BEACH, FLORIDA AUTHORIZING INTERLOCAL AGREEMENT WITH THE HALLANDALE BEACH COMMUNITY REDEVELOPMENT AGENCY FOR FUNDING OF COVID-19 GRANT PROGRAMS FROM BROWARD COUNTY CORONAVIRUS AID, RELIEF AND ECONOMIC SECURITY SUBAWARD AGREEMENT; AND PROVIDING FOR AN EFFECTIVE DATE.

| STAFF SUMMARY: |
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#### **Summary:**

Staff seeks City Commission approval of the Interlocal Agreement between the City and the HBCRA to implement Residential and Small Business Assistance Programs, retroactively through the reimbursement of HBCRA's eligible programs.

### **Background:**

On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security ("CARES") Act was signed into law, providing over \$2 trillion in economic relief to assist with the impact of the COVID-19 pandemic, \$8.3 billion of which was allocated to the State of Florida. Broward County received \$340,744,702 in CARES Act funding.

The City and Broward County entered into a Subaward Agreement dated October 29, 2020 pursuant to which the County will subaward to the City a portion of the funds the County received from the CARES Act. The subaward amount is \$3,423,050. Funding supports various activities in response the COVID-19 Pandemic, including residential and small business assistance. The agreement's period of performance expires on December 30, 2020 and the deadline to spend funds is December 10, 2020. A Schedule of Projects is included as Exhibit A of the Subaward Agreement (Exhibit 3).

In response to the deadly Coronavirus/COVID-19 pandemic, HBCRA staff worked in coordination with the City administration to determine the immediate needs of the community and the available resources of all parties. As a result, the HBCRA established the Coronavirus Neighborhood and Housing Stabilization Program consisting of three components, 1) the Mortgage Assistance Program with grant amounts up to \$3,900, 2) the Rental Assistance Program with grant amounts up to \$3,900, and 3) the Utility Assistant Program with grant amounts up to \$450; and the Coronavirus Small Business Sustainability and Recovery Loan Program consisting of two components, 1) the Business Employment Bridge Loan Program with loan amounts up to \$50,000, and 2) the Emergency Business Cash Infusion Program with amounts up to \$15,000.

The Coronavirus Neighborhood and Housing Stabilization Program and the Coronavirus Small Business Sustainability and Recovery Loan Program are included as Projects in Exhibit A of the Subaward Agreement and are eligible for funding.

Both programs were offered by the HBCRA at a time when the City did not have the necessary financial or staffing resources to implement such programs in response to the COVID-19 Pandemic. The HBCRA's programs were in effect as a direct result of the COVID-19 Pandemic and during the eligibility period of the Subaward Agreement.

## **Current Situation:**

Due to the extremely short deadline of December 10, 2020 to spend CARES Act funding, the City seeks to partner with the HBCRA to carry out the Residential Assistance and the Small Business Assistance Projects, retroactively through the reimbursement of HBCRA's eligible programs. City Projects that were approved by the Subaward Agreement include:

- Reimbursement of Coronavirus Neighborhood & Housing Stabilization Program Mortgage, Rental & Utility Assistance
- 2. COVID-19 Small Business Relief Grant Program

Through this partnership the City will reimburse the HBCRA for eligible costs of the Coronavirus Neighborhood and Housing Stabilization Program and the Coronavirus Small Business Sustainability and Recovery Loan Program.

Through the CARES Act funded COVID-19 Small Business Relief Grant Program, the HBCRA Coronavirus Small Business Sustainability and Recovery Loans will be converted to grants, and eligible loan recipients will no longer have to repay Business Employment Bridge and Emergency Business Cash Infusion Loans.

To proceed as proposed, the HBCRA and the City wish to enter into an Interlocal Agreement that delineates the obligations of both parties and the funding of programs as approved by the Broward County CARES Subaward Agreement.

### Why Action is Necessary:

Pursuant to Article V, Section 5.01, of the City of Hallandale Beach Charter, Resolutions are to be presented to and adopted by a majority of the Commission. Futhermore, the Interlocal Agreement must be approved by both the City and the HBCRA.

### **Cost Benefit:**

In order to expeditiously utilize CARES funding allocated specifically for residential and small business assistance, the City proposes to reimburse the HBCRA for eligible program expenditures incurred as a direct result of the COVID-19 Pandemic. This will allow the City to spend approximately \$831,316 by the deadline of December 10, 2020, and to be eligible to receive reimbursement.

#### PROPOSED ACTION:

Staff recommends City Commission approval of the attached Resolution authorizing the execution of the proposed Interlocal Agreement between the City and HBCRA.

# ATTACHMENT(S):

Exhibit 1 – Proposed Resolution

Exhibit 2 – CARES Grant Programs ILA with CRA

Exhibit 3 – CARES Act Subaward Agreement