



City of Newark

City Hall
920 Broad Street
Newark, New Jersey 07102

Legislation Text

File #: 20-1052, Version: 1

Dept/ Agency: Administration/Office of Management and Budget

Action: () Ratifying (X) Authorizing (X) Amending

Type of Service: Transfer of CDBG Funds

Purpose: Amending CDBG Coronavirus Aid, Relief and Economic Security (CARES) Act, CDBG-CV Allocation

Funding Source: United States Department of Housing and Urban Development

Amount Transferred \$500,000.00

Transferred From: Microenterprise Assistance

Transferred To: Tenant Based Rental Assistance

Additional Information:

Amending Resolution 7R1-k, adopted on August 19, 2020, authorized the City of Newark to accept funds for the Coronavirus Aid, Relief and Economic Security Act (CARES) in the amount of \$4,310,416.00.

This amendment will decrease the amount for the CDBG-CV Allocation Microenterprise Assistance from \$1,800,000.00 to \$1,300,000.00 and increase the amount for the CDBG-CV Allocation Tenant Based Rental Assistance from \$1,300,000.00 to \$1,800,000.00.

Two-Thirds vote of full membership required.

TR # 8

WHEREAS, the Resolution 7R1-K, adopted August 19, 2020, authorized the City of Newark to accept funds for the Coronavirus Aid, Relief and Economic Security Act (CARES) for the prevention, preparation and response to the coronavirus pandemic (COVID-19) to meet the needs of the citizens of Newark; and

WHEREAS, said Resolution 7R1-k adopted on August 19, 2020, listed the amounts awarded for the CDBG-CV allocations Microenterprise Assistance and Tenant Based Rental Assistance at \$1,800,000.00 and \$1,300,000.00 respectively; and

WHEREAS, the Administration desires to correct Resolution 7R1-k adopted on August 19, 2020, to reflect the actual CDBG-CV Allocations: the Microenterprise Assistance award amount of \$1,300,000.00 instead of \$1,800,000.00 and the Tenant Based Rental Assistance award of \$1,800,000.00 instead of \$1,300,000.00.

NOW, THEREFORE, BE IT RESOLVED BY THE MUNICIPAL COUNCIL OF THE CITY OF NEWARK, NEW JERSEY, THAT:

1. The Municipal Council hereby authorizes the Mayor and/or his designee, the Business Administrator, to correct the CDBG-CV Allocations, as listed in Resolution 7R1-k adopted on August 19, 2020, to reflect \$1,300,000.00 as the correct allocation amount awarded for Microenterprise Assistance and \$1,800,000.00 as the correct allocation amount awarded for

Tenant Based Rental Assistance as listed in the July 28, 2020 award letter dated from the U.S. Department of Housing and Urban Development.

2. That transfer of funds are required as shown in the schedule below:

<u>PROJECT</u>	<u>FROM</u>	<u>TO</u>
CDBG-CV Allocation		
Microenterprise Assistance		
Salaries and Wages	- 0 -	- 0 -
Other Expenses\$1,800,000	\$1,300,000	
Tenant Based Rental Assistance		
Salaries and Wages	- 0 -	- 0 -
Other Expense	<u>\$1,300,000</u>	<u>\$1,800,000</u>
TOTAL ALLOCATION	<u>\$3,100,000</u>	<u>\$3,100,000</u>

STATEMENT

Resolution amends and authorizes the allocation amount for the Microenterprise Assistance and Tenant Based Rental Assistance Programs, as identified in the Substantial Amendment for the PY2019 Annual Action Plan for the Community Development Block Grant (CDBG).