



**City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS**

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**Legislative File No: 2010-0433**

**TO:** Mayor and City Council Members  
**FROM:** Debby Hoyle, Financial Analyst / (248) 841-2532  
**DATE:** October 18, 2010  
**SUBJECT:** Community Development Block Grant (CDBG) Program Year 2008 Recapture Waiver

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**REQUEST:**

That City Council adopt a resolution to apply for a waiver from Oakland County to stop the recapture of the Program Year (PY) 2008 Community Development Block Grant (CDBG) funds to be used in 2011 for Minor Home Repair.

**REASON FOR PURCHASE:**

The U.S. Department of Housing and Urban Development (HUD) mandates that Community Development Block Grant (CDBG) balances not exceed 1.5 times the current program year allocation sixty (60) days prior to the end of the program year (February 28<sup>th</sup>). To help comply with the regulation, the Oakland County Board of Commissioners adopted a policy allowing communities to protect funds from their two most recent program years. Therefore, all unobligated 2008 and older funds are at risk of recapture December 31, 2010.

A community may protect unobligated 2008 funds from recapture for one additional year by requesting a waiver. Submittal of the waiver application and a governing body resolution from the community requesting a one year deferral of recapture constitutes the Request to Waive Recapture.

<b>Account Number</b>	<b>Activity Description</b>	<b>Amount</b>
731227	Minor Home Repair	\$34,020.00

**BUDGET:**

All expenditures for Minor Home Repair are anticipated to be reimbursed through CDBG revenue.

<b>Fund Name</b>	<b>Department Account No</b>	<b>Account No. Description</b>	<b>Budget Amount</b>
General Fund	666 - CDBG	801592 - Prof. Services – MHR	\$78,490

**RECOMMENDATION:**

That City Council adopt the proposed Community Development Block Grant (CDBG) waiver request for funds remaining for Program Year 2008.

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