



RESOLUTION NO. 2016-93

A RESOLUTION OF THE COUNCIL OF THE CITY OF FRESNO, CALIFORNIA, ADOPTING SUBSTANTIAL AMENDMENT NO. 2015-006 TO THE FY 2015-2016 ANNUAL ACTION PLAN; APPROVING SUBMISSION TO THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) FOR REPROGRAMMING \$3.5 MILLION OF COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM FUNDS; PROVIDING FOR SUBRECIPIENT AGREEMENTS; AND AUTHORIZING THE CITY MANAGER TO SIGN ALL IMPLEMENTING DOCUMENTS REQUIRED BY HUD APPROVED AS TO FORM BY THE CITY ATTORNEY.

WHEREAS, the U.S. Department of Housing and Urban Development (HUD) requires all jurisdictions that receive federal entitlement funds to prepare an Annual Action Plan, which identifies the projects to be funded with Community Development Block Grant (CDBG) Program funds; and

WHEREAS, on June 23, 2015 the Council of the City of Fresno adopted Resolution 2015-110 approving the City of Fresno 2015-2016 Annual Action Plan; and

WHEREAS, the City has identified an additional \$3.5 million for reprogramming; and

WHEREAS, the City has prepared Substantial Amendment 2015-006 to the FY 2015-2016 Annual Action Plan, consistent with the five year Consolidated Plan, which the City Council adopted on June 23, 2015; and

WHEREAS, the thirty-day public review and comment period concluded on May 9, 2016; and

WHEREAS, the City desires to submit Substantial Amendment 2015-006 to the FY 2015-2016 Annual Action Plan to HUD to reflect changes made by the City Council.



NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF FRESNO AS FOLLOWS:

1. The above recitals are true and correct and incorporated herein.
2. The Council of the City of Fresno, California, approves submission of Substantial Amendment 2015-006 to the FY 2015-2016 Annual Action Plan to HUD.
3. The Council of the City of Fresno, California, approves allocation of subrecipient funds per Substantial Amendment 2015-006 to the FY 2015-2016 Annual Action Plan.
3. The City Manager is authorized to sign all reasonably required or implicated documents, instruments, funding agreements, and subrecipient agreements in pursuit hereof, subject to prior approval as to form by the City Attorney's Office.

///



STATE OF CALIFORNIA)
COUNTY OF FRESNO) ss.
CITY OF FRESNO)

I, YVONNE SPENCE, City Clerk of the City of Fresno, certify that the foregoing resolution was adopted by the Council of the City of Fresno, at a regular meeting held on the 19th day of May, 2016.

AYES : Baines, Brand, Olivier, Quintero, Soria, Caprioglio
NOES : None
ABSENT : Brandau
ABSTAIN : None

YVONNE SPENCE, CMC
City Clerk

BY: Yvonne Spence
Deputy

APPROVED AS TO FORM:
DOUGLAS T. SLOAN
City Attorney

BY: Tracy N. Parvavian
TRACY N. PARVAVIAN Date 6-16-16
Deputy

Attachment: Substantial Amendment No. 2015-006
Standard Subrecipient Agreement

**City of Fresno
FY 2014-2015
Annual Action Plan
SUBSTANTIAL AMENDMENT
No. 2015-005**



**PUBLIC REVIEW DOCUMENT
EXPIRES MAY 9, 2016**



**Development and Resource Management Department
Housing and Community Development Division
2600 Fresno Street Room 3065
Fresno CA 93721
(559) 621-8300**

Submitted May 15, 2016



Summary

The City of Fresno is a federal entitlement community that receives an annual allocation of Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development. As an entitlement community, the City is required to prepare an annual action plan detailing the uses of CDBG funds to meet its affordable housing and community development goals as outlined in its Consolidated Plan. For Program Year 2014-2015, the City is proposing to make substantial amendments to its submitted plan. The purpose for the substantial amendment is to allocate older carry-over funds from prior years.

The City will accept comments on the proposed substantial amendment for a period of 30 days from April 7, 2016 to May 9, 2016.

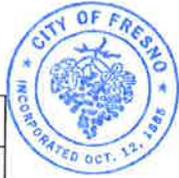
| | |
|-------------------|--|
| Public Hearing: | May 11, 2016 at 5:00 PM Fresno City Hall, 2600 Fresno Street, Room 2165A |
| Council Adoption: | May 12, 2016 at or about 8:30 AM Fresno City Hall, 2600 Fresno Street, 2 nd floor Council |
| Chambers | |
| Public Comments: | Development and Resource Management Department ATTN: Jose Trujillo, Housing Manager 2600 Fresno Street, Room 3083 Fresno CA 93721 Email: jose.trujillo@fresno.gov Phone: (559) 621-8166 Fax: (559) 457-1338 TTY: (559) 621-8721 |



Narrative

The City of Fresno will re-allocate \$3.5 million of CDBG from prior year allocations to the following nine affordable housing and community development projects. Details for each project are provided in the section below.

| Proposed Activity | | Proposed Budget |
|--------------------------|--|------------------------|
| 1 | Housing Rehabilitation | \$ 600,000 |
| 2 | In-fill Affordable Housing Development | 600,000 |
| 3 | Roy & Almy Street Improvements | 600,000 |
| 4 | Herdontown Sewer Improvements | 250,000 |
| 5 | Habitat Neighborhood Infrastructure | 175,000 |
| 6 | WestCare Facility Improvements | 375,000 |
| 7 | Majaree Mason Facility Improvements | 150,000 |
| 8 | Mosqueda Splash Park | 500,000 |
| 9 | Park Improvements | 250,000 |
| TOTAL | | \$3,500,000 |

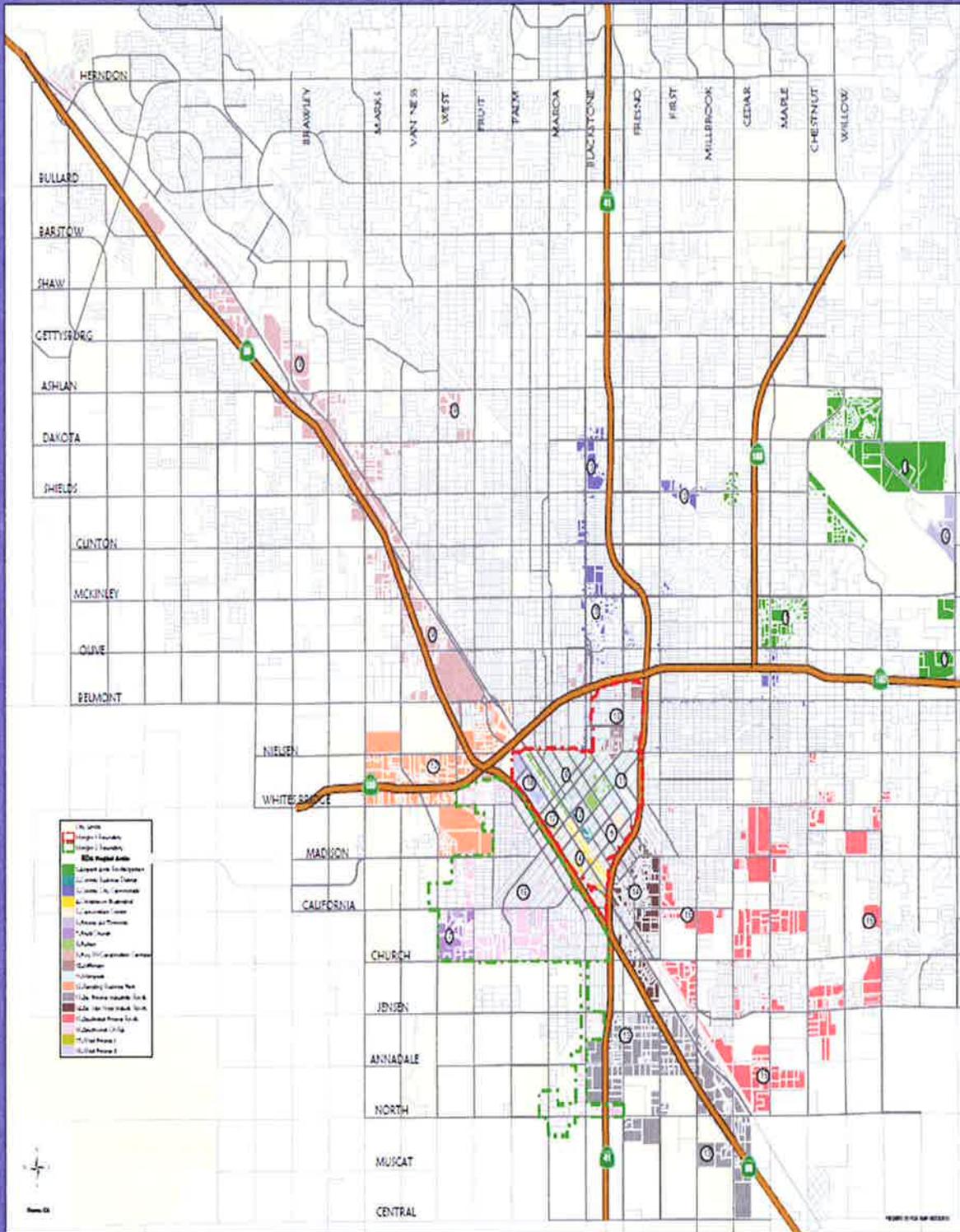


| | | |
|---|---------------------------|--|
| 1 | Project Name | Housing Rehabilitation |
| | Target Area | Citywide |
| | Goals Supported | Safe and Affordable Housing |
| | Needs Addressed | Affordable Housing |
| | Funding | CDBG: \$600,000 |
| | Description | Funds will be granted to low and moderate income homeowners to make needed improvements to their homes. Eligible improvements include health and safety repairs, correction of code violations, weatherization, disabled accessibility, energy efficiency and general property improvements. Max grant amount per unit is \$65,000. To apply for the program, please contact Project Manager Mr. John Turnipseed at (559) 621- 8512, located at 2600 Fresno Street, Room 3070, Fresno CA 93721 |
| | Target Date | 6/30/2018 |
| | Goal | 5 low income households |
| | Location | Citywide |
| | Planned Activities | 14A: Housing Rehabilitation (24 CFR 570.202) LMH: Low Mod Housing national objective (24 CFR 570.208(a)(3)) |

| | | |
|---|---------------------------|---|
| 2 | Project Name | In-fill Affordable Housing Development |
| | Target Area | Redevelopment Agency Areas (see attached map) |
| | Goals Supported | Safe and Affordable Housing |
| | Needs Addressed | Affordable Housing |
| | Funding | CDBG: \$600,000 |
| | Description | Funds will be used for acquisition, clearance, and down payment assistance to finance in-fill single family housing projects. The resulting housing units will be rented or sold to low and moderate income households. |
| | Target Date | 6/30/2018 |
| | Goal | 5 housing units |
| | Location | Specific lots still to be determined. |
| | Planned Activities | Acquisition (01), Clearance (04), Homeownership Assistance (13) LMH: Low Mod Housing national objective (24 CFR 570.208(a)(3)) |



Redevelopment Agency of the City of Fresno
2344 Tulare Street, Suite 200
Fresno, CA 93721
559-621-7600





| | | |
|----------|---------------------------|---|
| 3 | Project Name | Roy & Almy Street Improvements |
| | Target Area | Low/Mod Income Areas |
| | Goals Supported | Public Facilities and Public Improvements |
| | Needs Addressed | Public Facilities and Public Improvement |
| | Funding | CDBG: \$600,000 |
| | Description | CDBG funds will be used to make needed improvements to existing neighborhood streets in predominantly low income residential areas. |
| | Target Date | 6/30/2018 |
| | Goal | 2,160 persons in residential service areas. |
| | Location | Roy and Almy Streets |
| | Planned Activities | 03K: Street Improvements – 24 CFR 570.201(c) LMA – Low Moderate Income Areas – 24 CFR 570.208(a) |

| | | |
|----------|---------------------------|--|
| 4 | Project Name | Herndontown Sewer Improvements |
| | Target Area | Herndontown |
| | Goals Supported | Public Facilities and Public Improvements |
| | Needs Addressed | Public Facilities and Public Improvement |
| | Funding | CDBG: \$250,000 |
| | Description | CDBG funds will be used to make sewer connections to individual homes in the Herdowntown neighborhood to improve the sustainability of the area. |
| | Target Date | 6/30/2018 |
| | Goal | 15 households. |
| | Location | Herdowntown area. |
| | Planned Activities | 14A: Housing Rehabilitation (24 CFR 570.202) LMH: Low Mod Housing national objective (24 CFR 570.208(a)(3)) |



| | | |
|----------|---------------------------|--|
| 5 | Project Name | Habitat Neighborhood Infrastructure |
| | Target Area | None |
| | Goals Supported | Safe and Affordable Housing |
| | Needs Addressed | Affordable Housing |
| | Funding | CDBG: \$175,000 |
| | Description | Funds will be provided to provide necessary infrastructure for a neighborhood of affordable housing units developed by Habitat for Humanity. |
| | Target Date | 6/30/2018 |
| | Goal | 89 Housing Units |
| | Location | W. Grove Ave./ S. Fruit Ave./W. Jensen Ave./ S. Arthur Ave. |
| | Planned Activities | 03 Public Facilities and Infrastructure LMH: Low Mod Housing national objective (24 CFR 570.208(a)(3)) |

| | | |
|----------|---------------------------|---|
| 6 | Project Name | WestCare Facility Improvements |
| | Target Area | None |
| | Goals Supported | Public Facilities and Public Improvements |
| | Needs Addressed | Public Facilities and Public Improvement |
| | Funding | CDBG: \$375,000 |
| | Description | CDBG funds will be used to make needed capital improvements to a public facility that provides services to predominantly low and moderate income persons. |
| | Target Date | 6/30/2018 |
| | Goal | 1 Facility |
| | Location | 2772 S Martin Luther King Blvd. |
| | Planned Activities | 03: Public Facilities – 24 CFR 570.201(c) LMC: Limited Clientele – 24 CFR 570.208(a)(2) |



| | | |
|---|---------------------------|---|
| 7 | Project Name | Majaree Mason Facility Improvements |
| | Target Area | None |
| | Goals Supported | Public Facilities and Public Improvements |
| | Needs Addressed | Public Facilities and Public Improvement |
| | Funding | CDBG: \$150,000 |
| | Description | CDBG funds will be used to make needed capital improvements to a public facility that provides services to predominantly low and moderate income persons. |
| | Target Date | 6/30/2018 |
| | Goal | 1 Facility |
| | Location | 1600 M Street |
| | Planned Activities | 03: Public Facilities – 24 CFR 570.201(c) LMC: Limited Clientele – 24 CFR 570.208(a)(2) |

| | | |
|---|---------------------------|--|
| 8 | Project Name | Mosqueda Splash Park |
| | Target Area | Low/Mod Income Areas |
| | Goals Supported | Public Facilities and Public Improvements |
| | Needs Addressed | Public Facilities and Public Improvement |
| | Funding | CDBG: \$500,000 |
| | Description | CDBG funds will be used to make capital improvements to parks and recreational facilities that serve a predominantly low and moderate income residential area. |
| | Target Date | 6/30/2018 |
| | Goal | 6,300 persons in residential service areas |
| | Location | Mosqueda Park at 4670 E. Butler Avenue |
| | Planned Activities | 03: Parks and Recreational Facilities – 24 CFR 570.201(c) LMA: Low Moderate Income Area – 24 CFR 570.208(a)(1) |



| | | |
|---|---------------------------|---|
| 9 | Project Name | Park Improvements |
| | Target Area | Low/Mod Income Areas |
| | Goals Supported | Public Facilities and Public Improvements |
| | Needs Addressed | Public Facilities and Public Improvement |
| | Funding | CDBG: \$250,000 |
| | Description | CDBG funds will be used to make capital improvements to parks and recreational facilities that serve predominantly low and moderate income residential areas. |
| | Target Date | 6/30/2018 |
| | Goal | 5,000 persons in residential service areas (estimated) |
| | Location | To be Determined. |
| | Planned Activities | 03: Parks and Recreational Facilities – 24 CFR 570.201(c) LMA: Low Moderate Income Area – 24 CFR 570.208(a)(1) |



**CITY OF FRESNO
COMMUNITY DEVELOPMENT BLOCK SUBRECIPIENT AGREEMENT**

THIS AGREEMENT, entered this _____ day of _____, 20____ by and between the City of Fresno, California, a municipal corporation, acting by and through its Development and Resource Management GRANTEE – Housing and Community Development Commission, (“GRANTEE”) and _____ (“SUBRECIPIENT”).

WHEREAS, the U.S. Department of Housing and Urban Development, hereinafter referred to as “HUD”, provides funding under its Community Development Block Grant Program, hereinafter “CDBG”, as authorized under Title I of the Housing and Community Development Act of 1974, as amended, and implemented under Title 24 of the Code of Federal Regulations, hereinafter collectively referred to as the “Act”, incorporated herein by its reference; and

WHEREAS, GRANTEE is a recipient of CDBG funding for fiscal year 2016-2017 for use in funding eligible activities furthering established national objectives to benefit its low and moderate income residents as defined in the Act; and

WHEREAS, GRANTEE in accordance with its 2015-2019 Consolidated Plan and FY 2016-2017 Annual Action Plan, as amended, desires to provide CDBG funds to SUBRECIPIENT, for activities and services, as more fully described in Exhibit A, Scope of Services, upon the terms and conditions in this Agreement; and

WHEREAS, pursuant to City Resolution No. _____, the City Manager is authorized to execute CDBG Agreements, on behalf of GRANTEE, that are within available allocated CDBG funding and in a standard form approved by the City Attorney.

NOW, THEREFORE, it is agreed between the parties hereto that:

1. TERM

The term of this Agreement shall commence on _____, 2016 and unless terminated earlier pursuant to the terms of this Agreement, shall continue until _____, 20____. The term of this Agreement and the provisions herein shall be extended to cover any additional time period during which SUBRECIPIENT remains in control of CDBG funds or other CDBG assets, including Program Income.

2. SCOPE OF WORK

SUBRECIPIENT will be responsible for administering services in a manner satisfactory to GRANTEE and consistent with any standards required as a



condition of providing these funds. GRANTEE will also perform the services set forth in Exhibit "A" entitled "Scope of Work" attached hereto and incorporated by reference herein and made a part hereof.

SUBRECIPIENT shall administer the Program for the whole of the term of the Agreement. SUBRECIPIENT shall administer the Program in compliance with the CDBG requirements and in a manner that meets the CDBG national objective(s) of 24 CFR 570.208.

GRANTEE will monitor the performance of SUBRECIPIENT against goals and performance standards as stated above. Substandard performance as determined by GRANTEE will constitute noncompliance with this Agreement. If action to correct such substandard performance is not taken by SUBRECIPIENT within a reasonable amount of time after being notified by GRANTEE, contract suspension or termination procedures will be initiated.

3. RECORDS AND REPORTS

On a quarterly basis, SUBRECIPIENT shall submit to GRANTEE, in a form acceptable to GRANTEE, a performance report summarizing the number of unduplicated persons served, including race, ethnicity, and income data. The performance report shall be submitted within 30 days of the close of each quarter.

SUBRECIPIENT shall maintain all records required by the Federal regulations specified in 24 CFR 570.506 that are pertinent to the activities funded under this Agreement. Such records shall include but not be limited to:

- a) A full description of each activity undertaken;
- b) Records demonstrating each activity undertaken meets one of the National Objectives of the CDBG program;
- c) Records required to determine the eligibility of activities;
- d) Records required to document the acquisition, improvement, use or disposition of real property acquired or improved with CDBG assistance;
- e) Records documenting compliance with the fair housing and equal opportunity components of the CDBG program;
- f) Financial records as required by 24 CFR 84.21-28 as amended by 24 CFR 570.502, and
- g) Other records necessary to document compliance with Subpart K of 24 CFR Part 570.

SUBRECIPIENT shall retain all project files, financial records, and any other documents related to the Program for a period of three (3) years from the date of the close out of this Agreement, except in the following cases:



- If any litigation, claim, or audit is started before the expiration of the 3-year period, the records must be retained until all litigation, claims, or audit findings involving the records have been resolved and final action taken.
- When the SUBRECIPIENT is notified in writing by the GRANTEE to extend the retention period.
- Records for real property and equipment acquired with Federal funds must be retained for 3 years after final disposition.

GRANTEE shall monitor and evaluate SUBRECIPIENT's performance under this Agreement to determine compliance with this Agreement and CDBG requirements. SUBRECIPIENT shall cooperate with GRANTEE and any federal auditors authorized by GRANTEE and shall make available all information, documents, and records reasonably requested and shall provide GRANTEE the reasonable right of access to both records and personnel during normal business hours for the purpose of assuring compliance with this Agreement and evaluating performance hereunder. The rights of access in this section are not limited to the required retention period but last as long as the records are retained.

4. METHOD OF PAYMENT

Grant funds shall be disbursed to reimburse SUBRECIPIENT in accordance with the Proposed Budget attached hereto as Exhibit "B" and incorporated herein. SUBRECIPIENT's sole source of compensation hereunder will be in the form of a grant of CDBG funds as described herein. It is expressly agreed and understood that the total amount to be paid by GRANTEE under this Agreement shall not exceed _____ (\$). SUBRECIPIENT shall submit to GRANTEE a request for payment, in a form acceptable to GRANTEE, on a monthly basis for the term of the Agreement. Said request shall be accompanied with supporting documentation, including but not limited to paid receipts, invoices and timesheets, to allow GRANTEE to determine compliance with applicable federal regulations, including cost allowability.

GRANTEE shall pay all approved requests for payment pursuant to this Agreement within the normal course of business, typically within forty-five days of receipt. If GRANTEE disallows any cost submitted by SUBRECIPIENT, within 10 business days GRANTEE will provide written notification to SUBRECIPIENT of the disallowance, including any corrective action necessary to process payment.

All funds are paid contingent upon SUBRECIPIENT's continuous compliance with all applicable, uniform administrative requirements, program regulations, and recapture and reversion requirements set out in the Act. Any unearned or recaptured CDBG funding shall be returned to GRANTEE within thirty (30) days of the earlier of termination of this Agreement or notice by GRANTEE. Any interest earned or received by SUBRECIPIENT thereon shall be remitted to the GRANTEE.



An authorized official for SUBRECIPIENT must provide a signed certification with each request that states the following: "By signing this report, I certify to the best of my knowledge and belief that the report is true, complete, and accurate, and the expenditures, disbursements and cash receipts are for the purposes and objectives set forth in the terms and conditions of the Federal award. I am aware that any false, fictitious, or fraudulent information, or the omission of any material fact, may subject me to criminal, civil or administrative penalties for fraud, false statements, false claims or otherwise. (U.S. Code Title 18, Section 1001 and Title 31, Sections 3729-3730 and 3801-3812)."

SUBRECIPIENT understands and agrees the availability of CDBG funds is subject to the control of HUD, or other federal agencies, and should the CDBG funds be encumbered, withdrawn or otherwise made unavailable to GRANTEE, whether earned by or promised to SUBRECIPIENT, and/or should GRANTEE in any fiscal year hereunder fail to allocate CDBG funds, GRANTEE shall not provide said funds unless and until they are made available for payment to GRANTEE by HUD and GRANTEE receives and allocates said funds. No other funds owned or controlled by GRANTEE shall be obligated under this Agreement to the Project(s).

5. PROGRAM INCOME

Any income generated by SUBRECIPIENT from the use of CDBG funds governed by this Agreement shall be considered CDBG program income. All CDBG program income (as defined at 24 CFR 570.500(a)) shall be retained by SUBRECIPIENT for the term of this Agreement. The use of all CDBG program income is reserved specifically for services outlined in the Scope of Work and is subject to the terms of this Agreement.

6. UNIFORM ADMINISTRATIVE REQUIREMENTS

SUBRECIPIENT shall adhere to and follow the Uniform Administrative Requirements found in the U.S. federal regulations at 2 CFR Part 200.

SUBRECIPIENT shall establish and maintain effective internal control over CDBG funds made available through this Agreement to provide reasonable assurance that the Program is administered in compliance with applicable federal statutes, regulations, and the terms and conditions of this Agreement. This includes evaluation and internal monitoring of the Program and prompt, appropriate action when instances of noncompliance are identified.

SUBRECIPIENT shall follow a written procurement policy that allows for full and open competition that meets the minimum standards of the U.S. federal regulations at 2 CFR 200.317 through 200.326.

SUBRECIPIENT shall take reasonable measures to safeguard protected personally identifiable information and other information GRANTEE designates



as sensitive consistent with applicable Federal, state and local laws regarding privacy and obligations of confidentiality.

SUBRECIPIENT will use its best efforts to afford small businesses, minority business enterprises, and women's business enterprises the maximum practicable opportunity to participate in the performance of this Agreement. As used in this Agreement, the terms "small business" means a business that meets the criteria set forth in section 3(a) of the Small Business Act, as amended (15 U.S.C. 632), and "minority and women's business enterprise" means a business at least fifty-one (51) percent owned and controlled by minority group members or women. SUBRECIPIENT may rely on written representations by businesses regarding their status as minority and female business enterprises in lieu of an independent investigation.

SUBRECIPIENT is prohibited from using CDBG funds or personnel employed in the administration of the program for: political activities; inherently religious activities; lobbying; political patronage; and nepotism activities.

SUBRECIPIENT shall comply with the requirements of the Secretary of Labor in accordance with the Davis-Bacon Act as amended, the provisions of Contract Work Hours and Safety Standards Act (40 U.S.C. 327 et seq.) and all other applicable Federal, state and local laws and regulations pertaining to labor standards insofar as those acts apply to the performance of this Agreement.

SUBRECIPIENT shall comply with the Copeland Anti-Kick Back Act (18 U.S.C. 874 et seq.) and its implementing regulations of the U.S. Department of Labor at 29 CFR Part 5. SUBRECIPIENT shall maintain documentation that demonstrates compliance with hour and wage requirements of this part.

SUBRECIPIENT agrees that no funds provided, nor personnel employed under this Agreement, shall be in any way or to any extent engaged in the conduct of political activities.

SUBRECIPIENT shall maintain a financial management system that identifies all federal awards received and expended and the federal programs under which they were received, including:

- The CFDA title and number,
- Federal award identification number and year,
- Name of the Federal agency, and
- Name of the pass-through entity, if any.

SUBRECIPIENT shall follow written financial management policies and procedures that, at a minimum, provide for:



- Determination of allowable costs in accordance with the terms and conditions of this Agreement and the federal cost principles published in the U.S. federal regulations at 2 CFR 200 Subpart E;
- Effective control over, and accountability for, all funds, property, and other assets to ensure all assets are safeguarded and they are used solely for authorized purposes; and
- Accurate financial reporting on federal awards, authorizations, obligations, unobligated balances, assets, expenditures, income and interest and be supported by source documentation.

7. AUDIT REQUIREMENTS

Within thirty (30) days of the close of SUBRECIPIENT's fiscal year, SUBRECIPIENT shall provide to GRANTEE a certification stating the total amount of federal awards expended in the fiscal year. The certification shall be signed by an authorized official.

SUBRECIPIENT agrees to have a single or program-specific audit conducted in accordance with the provisions of 2 CFR 200 Subpart F if SUBRECIPIENT expends \$750,000 or more in federal awards during any fiscal year that overlaps with the term of this Agreement. SUBRECIPIENT shall submit a copy of the audit to GRANTEE and the Federal Audit Clearinghouse (FAC) within 30 calendar days after receipt of the auditor's report(s). SUBRECIPIENT shall make copies of the audit available for public inspection for three years from the date of submission to the FAC.

GRANTEE shall issue a management decision for audit findings that relate to this Agreement within six months of acceptance of the audit report by the FAC.

8. USE AND REVERSION OF ASSETS

SUBRECIPIENT shall transfer to GRANTEE any CDGB funds on hand and any accounts receivable attributable to the use of funds under this Agreement at the time of expiration, cancellation, or termination. The use and disposition of real property and equipment under this Agreement shall be in compliance with the requirements of 24 CFR 570.502-504, as applicable.

9. CONFLICT OF INTEREST

SUBRECIPIENT shall maintain written standards of conduct covering conflicts of interest and governing the performance of its employees engaged in the selection, award and administration of contracts. The standards of conduct must provide for disciplinary actions to be applied for violations of such standards by officers, employees, or agents of SUBRECIPIENT. If SUBRECIPIENT has a parent, affiliate, or subsidiary organization, the standards of conduct must cover



organizational conflicts of interest to ensure SUBRECIPIENT is able to be impartial in conducting a procurement action involving a related organization.

At a minimum, the standards of conduct shall include any person who is an employee, agent, consultant, officer, or elected official or appointed official of SUBRECIPIENT. No covered persons who exercise or have exercised any functions or responsibilities with respect to CDBG activities assisted under this part, or who are in a position to participate in a decision making process or gain inside information with regard to such activities, may obtain a financial interest or benefit from a CDBG-assisted activity, or have a financial interest in any contract, subcontract, or agreement with respect to a CDBG-assisted activity, or with respect to the proceeds of the CDBG-assisted activity, either for themselves or those with whom they have business or immediate family ties, during their tenure or for one year thereafter.

Both SUBRECIPIENT and any subcontractors shall complete a Disclosure of Conflict of Interest Form included as Exhibit "D". Upon written request, GRANTEE may grant an exception to the conflict of interest provisions on a case-by-case basis.

10. OTHER PROGRAM REQUIREMENTS

SUBRECIPIENT agrees to administer the services in compliance with all applicable City, State, and Federal guidelines including, but not limited to the following federal program requirements as now in effect and as may be amended from time to time:

Section 109 of the Housing and Community Development Act of 1974 requires that no person in the United States shall on the grounds of race, color, national origin, religion, or sex be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity receiving Federal financial assistance made available pursuant to the Act. Section 109 also directs that the prohibitions against discrimination on the basis of age under the Age Discrimination Act and the prohibitions against discrimination on the basis of disability under Section 504 shall apply to programs or activities receiving Federal financial assistance under Title I programs.

Equal Opportunity requirements as described in Executive Order 11246, as amended by Executive Orders 11375, 11478, 12086, and 12107.

Equal Protection of the Laws for Faith-Based and Community Organizations as described in Executive Order 13279 and the implementing regulations at 41 CFR chapter 60.

Section 3 of the Housing and Urban Development Act of 1968 (12 U.S.C. 1701u) and implementing regulations at 24 CFR part 135.



The Lead-Based Paint Poisoning Prevention Act (42 U.S.C. 4821-4846), the Residential Lead-Based Paint Hazard Reduction Act of 1992 (42 U.S.C. 4851-4856), and implementing regulations at part 35, subparts A, B, J, K, and R of this part apply.

Exclusion of Debarred and Suspended Contractor requirements as described in 2 CFR Part 180.

Certain newly legalized aliens, as described in 24 CFR part 49, are not eligible to apply for CDBG benefits, including financial assistance, public services, jobs and access to new or rehabilitated housing and other facilities made available with CDBG. Benefits do not include relocation services and payments to which persons displaced are entitled by law (24 CFR §570.613).

A building or facility designed, constructed, or altered with CDBG funds governed by this Agreement that meets the definition of "residential structure" as defined in 24 CFR 40.2 or the definition of "building" as defined in 41 CFR 101-19.602(a) is subject to the requirements of the Architectural Barriers Act of 1968 (42 U.S.C. 4151-4157) and shall comply with the Uniform Federal Accessibility Standards (appendix A to 24 CFR part 40 for residential structures, and appendix A to 41 CFR part 101-19, subpart 101-19.6, for general type buildings).

The Americans with Disabilities Act (42 U.S.C. 12131; 47 U.S.C. 155, 201, 218 and 225) (ADA) provides comprehensive civil rights to individuals with disabilities in the areas of employment, public accommodations, State and local government services, and telecommunications.

11. CLOSEOUT AND REVERSION OF ASSETS

GRANTEE will close out this Agreement when it determines that all applicable administrative actions and all required work of the Agreement have been completed by SUBRECIPIENT.

Unless provided an extension through written notification by GRANTEE, SUBRECIPIENT shall complete the following actions no later than 30 calendar days after the end date of the term of this Agreement:

- Submit, all financial, performance, and other reports as required by the terms of this Agreement;
- Liquidate all obligations incurred under the Agreement; and
- Transfer to GRANTEE any accounts receivable attributable to the use of CDBG funds, including CDBG program income.

Notwithstanding the expiration or earlier termination of this Agreement, SUBRECIPIENT's obligations to GRANTEE shall not terminate until all closeout requirements are completed.



The following obligations of SUBRECIPIENT shall survive the termination of this Agreement:

- SUBRECIPIENT'S indemnity obligations;
- the obligation to cause audits to be performed relating to SUBRECIPIENT'S activities and costs under this Agreement;
- the obligation to repay to GRANTEE any CDBG proceeds improperly disbursed to SUBRECIPIENT or disbursed for ineligible expenditures;
- any other obligations which cannot by their nature be performed until after the expiration of the Agreement such as the submittal of final payment request and performance reports.

Any real or personal property purchased in whole or in part with CDBG funds provided under this Agreement are subject to the following requirements that shall survive the termination of this Agreement:

- Insurance and reporting requirements regarding real and personal property acquired with federal funds in accordance with the uniform administrative requirements contained in the U.S. federal regulations published at 2 CFR Part 200; and
- For real property under SUBRECIPIENT's control that was acquired or improved in whole or in part with CDBG funds in excess of \$25,000, said property shall be used to meet one of the national objectives in 24 CFR 570.208 for five years after close out of this Agreement. If the property is disposed of within five years of the close out of this Agreement, SUBRECIPIENT shall reimburse GRANTEE the a percentage of the current fair market value of the property equal to the percentage of CDBG funds expended to the overall acquisition and improvement cost of the property.

12. SUSPENSION AND TERMINATION

Termination for Convenience. This Agreement may be terminated by either party if SUBRECIPIENT and GRANTEE mutually agree in writing to its termination and upon the termination conditions, including the effective date and in the case of partial termination, the portion to be terminated.

Furthermore, GRANTEE may suspend or terminate this Agreement if SUBRECIPIENT materially fails to comply with any terms of this Agreement. , which includes, but is not limited to the following:

If, through any cause, the SUBRECIPIENT fails to fulfill in timely and proper manner its obligations under this Agreement, ineffectively or improperly use funds provided under this Agreement, or if SUBRECIPIENT shall violate any of



the covenants, agreements, or stipulations of this Agreement, GRANTEE shall thereupon have the right to terminate this Agreement by giving written notice to SUBRECIPIENT of such termination and specifying the effective date thereof, at least five days before the effective date of such termination. In such event, all finished or unfinished documents and reports prepared by SUBRECIPIENT under this Agreement shall, at the option of GRANTEE, become its property and SUBRECIPIENT shall be entitled to receive just and equitable payment for any satisfactory work completed subject to the limitations of this Agreement.

13. MANDATORY DISCLOSURES

SUBRECIPIENT shall provide written notice to the GRANTEE within 5 days of all potential conflicts of interest and violations of criminal law involving fraud, bribery, or gratuity violations potentially affecting this Agreement. Failure to make required disclosures can result in termination of the Agreement and suspension or debarment from future federal awards.

14. FINDINGS CONFIDENTIAL

Any reports, information or data given to or prepared by SUBRECIPIENT concerning GRANTEE under this Agreement shall not be made available to any individual or organization by SUBRECIPIENT without first submitting them to GRANTEE.

15. GENERAL CONDITIONS

SUBRECIPIENT shall implement this Agreement in accordance with applicable Federal, State, and City laws, ordinances and codes. Should a Project receive additional funding after the commencement of this Agreement, SUBRECIPIENT shall notify GRANTEE in writing within thirty (30) days of receiving notification from the funding source and submit a cost allocation plan for approval by GRANTEE within forty-five (45) days of said official notification.

SUBRECIPIENT agrees to comply with the requirements of Title 24 of the Code of Federal Regulations, Part 570 (the U.S. Housing and Urban Development regulations concerning Community Development Block Grants (CDBG)) including subpart K of these regulations, except that (1) SUBRECIPIENT does not assume the recipient's environmental responsibilities described in 24 CFR 570.604 and (2) SUBRECIPIENT does not assume the recipient's responsibility for initiating the review process under the provisions of 24 CFR Part 52. SUBRECIPIENT further agrees to utilize funds available under this Agreement to supplement rather than supplant funds otherwise available.

SUBRECIPIENT shall provide Workers' Compensation Insurance coverage for all of its employees involved in the performance of this Agreement.



SUBRECIPIENT shall comply with the bonding and insurance requirements set forth in 24 CFR 84.31 and 84.48. The SUBRECIPIENT shall additionally carry sufficient insurance and bond coverage as set forth in Exhibit "C".

SUBRECIPIENT shall subcontract all work or services through written contract or agreement subject to each provision of this Agreement and applicable City, State and Federal guidelines and regulations. Prior to execution of any subcontract hereunder, such subcontracts must be submitted by SUBRECIPIENT to GRANTEE for its review and approval, which will specifically include a determination of compliance. None of the work or services covered by this Agreement, including but not limited to consultant work or services, shall be subcontracted by SUBRECIPIENT or reimbursed by GRANTEE without prior written approval.

16. INDEPENDENT CONTRACTOR

In furnishing the services provided for herein, SUBRECIPIENT is acting solely as an independent contractor. Neither SUBRECIPIENT, nor any of its officers, agents or employees shall be deemed an officer, agent, employee, joint venturer, partner or associate of GRANTEE for any purpose. GRANTEE shall have no right to control or supervise or direct the manner or method by which SUBRECIPIENT shall perform its work and functions. However, GRANTEE shall retain the right to administer this Agreement so as to verify that SUBRECIPIENT is performing its obligations in accordance with the terms and conditions thereof.

This Agreement does not evidence a partnership or joint venture between SUBRECIPIENT and GRANTEE. SUBRECIPIENT shall have no authority to bind GRANTEE absent GRANTEE's express written consent. Except to the extent otherwise provided in this Agreement, SUBRECIPIENT shall bear its own costs and expenses in pursuit thereof.

Because of its status as an independent contractor, SUBRECIPIENT and its officers, agents and employees shall have absolutely no right to employment rights and benefits available to GRANTEE's employees. SUBRECIPIENT shall be solely liable and responsible for all payroll and tax withholding and for providing to, or on behalf of, its employees all employee benefits including, without limitation, health, welfare and retirement benefits. In addition, together with its other obligations under this Agreement, SUBRECIPIENT shall be solely responsible, indemnify, defend and save GRANTEE harmless from all matters relating to employment and tax withholding for and payment of SUBRECIPIENT's employees, including, without limitation, (i) compliance with Social Security and unemployment insurance withholding, payment of workers compensation benefits, and all other laws and regulations governing matters of employee withholding, taxes and payment; and (ii) any claim of right or interest in GRANTEE employment benefits, entitlements, programs and/or funds offered employees of GRANTEE whether arising by reason of any common law, de facto, leased, or co-employee rights or other theory. It is acknowledged that



during the term of this Agreement, SUBRECIPIENT may be providing services to others unrelated to GRANTEE or to this Agreement.

17. INDEMNIFICATION

To the furthest extent allowed by law including California Civil Code section 2782, SUBRECIPIENT shall indemnify, hold harmless and defend GRANTEE and each of its officers, officials, employees, agents and volunteers from any and all loss, liability, fines, penalties, forfeitures, costs and damages (whether in Contract, tort or strict liability, including, but not limited to personal injury, death at any time and property damage) incurred by GRANTEE, SUBRECIPIENT or any other person, and from any and all claims, demands and actions in law or equity (including attorney's fees and litigation expenses), arising or alleged to have arisen directly or indirectly out of performance of this Agreement. SUBRECIPIENT's obligations under the preceding sentence shall apply regardless of whether GRANTEE or any of its officers, officials, employees, agents or volunteers are passively negligent, but shall not apply to any loss, liability, fines, penalties, forfeitures, costs or damages caused by the active or sole negligence, or willful misconduct, of GRANTEE or any of its officers, officials, employees, agents or volunteers.

If SUBRECIPIENT should contract or subcontract all or any portion of the work to be performed under this Agreement, SUBRECIPIENT shall require each SUBRECIPIENT and/or subcontractor to indemnify, hold harmless and defend GRANTEE and each of its officers, officials, employees, agents, and volunteers in accordance with the terms of the preceding paragraph.

This section shall survive termination or expiration of this Agreement.

18. NOTICES

Notices required by this Agreement shall be in writing and delivered via mail (postage prepaid), commercial courier, or personal delivery or sent by facsimile or other electronic means. Any notice delivered or sent as aforesaid shall be effective on the date of delivery or sending. All notices and other written communications under this Agreement shall be addressed to the individuals in the capacities indicated below, unless otherwise modified by subsequent written notice.

Communication and details concerning this Agreement shall be directed to the following contract representatives:

GRANTEE

City of Fresno
Development and Resource
Management Department, Housing

SUBRECIPIENT



and Community Development Division
2600 Fresno Street Room 3076
Fresno, CA 93721

19. AMENDMENTS

GRANTEE or SUBRECIPIENT may amend this Agreement at any time provided that such amendments make specific reference to this Agreement, and are executed in writing, signed by a duly authorized representative of each organization, and approved by the GRANTEE's governing body. Such amendments shall not invalidate this Agreement, nor relieve or release the GRANTEE or SUBRECIPIENT from its obligations under this Agreement.

GRANTEE may, in its discretion, amend this Agreement to conform with Federal, state or local governmental guidelines, policies and available funding amounts, or for other reasons. If such amendments result in a change in the funding, the scope of services, or schedule of the activities to be undertaken as part of this Agreement, such modifications will be incorporated only by written amendment signed by both GRANTEE and SUBRECIPIENT.

20. ASSIGNMENT

SUBRECIPIENT shall not assign or transfer any interest in this Agreement without the prior written consent of the GRANTEE.

21. SEVERABILITY

If any term, provision, covenant, or condition of this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remainder of this Agreement shall not be affected thereby to the extent such remaining provisions are not rendered impractical to perform taking into consideration the purposes of this Agreement.

22. ATTORNEY FEES

If either party is required to commence any proceeding or legal action to enforce or interpret any term, covenant or condition of this Agreement, the prevailing party will be entitled to recover from the other party its reasonable attorney's fees and legal expenses.

23. BINDING ON ALL SUCCESSORS AND ASSIGNS

Unless otherwise expressly provided in this Agreement, all the terms and provisions of this Agreement shall be binding on and inure to the benefit of the parties hereto, and their respective nominees, heirs, successors, assigns, and legal representatives.



24. COUNTERPARTS

This Agreement may be executed in counterparts, each of which when executed and delivered will be deemed an original, and all of which together will constitute one instrument. The execution of this Agreement by any party hereto will not become effective until counterparts hereof have been executed by all parties hereto.

25. CUMULATIVE REMEDIES

No remedy or election hereunder shall be deemed exclusive but shall, wherever possible, be cumulative with all other remedies at law or in equity. All powers and remedies given by this Agreement shall be cumulative and in addition to those otherwise provided by law.

26. EFFECTIVE DATE

This Agreement shall be effective upon the Parties' complete execution following City Council approval.

27. ENTIRE AGREEMENT

This Agreement represents the entire and integrated agreement of the parties with respect to the subject matter hereof. This Agreement supersedes all prior negotiations, representations or agreements, either written or oral. . This Agreement may be modified or amended only by written instrument duly authorized and executed by both GRANTEE and SUBRECIPIENT.

28. EXHIBITS

Each exhibit and attachment referenced in this Agreement is, by the reference, incorporated into and made a part of this Agreement.

29. EXPENSES INCURRED UPON EVENT OF DEFAULT

SUBRECIPIENT shall reimburse GRANTEE for all reasonable expenses and costs of collection and enforcement, including reasonable attorney's fees, incurred by GRANTEE as a result of one or more Events of Default by SUBRECIPIENT under this Agreement.

30. GOVERNING LAW AND VENUE

Except to the extent preempted by applicable federal law, the laws of the State of California shall govern all aspects of this Agreement, including execution, interpretation, performance, and enforcement. Venue for filing any action to enforce or interpret this Agreement will be Fresno County, California.

31. HEADINGS



The section headings and subheadings contained in this Agreement are included for convenience only and shall not limit or otherwise affect the terms of this Agreement.

32. INTERPRETATION

This Agreement in its final form is the result of the combined efforts of the parties. Any ambiguity will not be construed in favor or against any party, but rather by construing the terms in accordance with their generally accepted meaning.

33. NO THIRD PARTY BENEFICIARY

The rights, interests, duties and obligations defined within this Agreement are intended for the specific parties hereto as identified in the preamble of this Agreement. Notwithstanding anything stated to the contrary in this Agreement, it is not intended that any rights or interests in this Agreement benefit or flow to the interest of any third parties other than expressly identified herein. No subcontractor, mechanic, materialman, laborer, vendor, or other person hired or retained by SUBRECIPIENT shall have any rights hereunder and shall look to SUBRECIPIENT as their sole source of recovery if not paid. No third party may enter any claim or bring any such action against GRANTEE under any circumstances. Except as provided by law, or as otherwise agreed to in writing between GRANTEE and such person, each such person shall be deemed to have waived in writing all right to seek redress from GRANTEE under any circumstances whatsoever. SUBRECIPIENT shall include this paragraph in all contracts/subcontracts.

34. NO WAIVER

Neither failure nor delay on the part of the GRANTEE in exercising any right under this Agreement shall operate as a waiver of such right, nor shall any single or partial exercise of any such right preclude any further exercise thereof or the exercise of any other right. No waiver of any provision of this Agreement or consent to any departure by the SUBRECIPIENT therefrom shall be effective unless the same shall be in writing, signed on behalf of the GRANTEE by a duly authorized officer thereof, and the same shall be effective only in the specific instance for which it is given. No notice to or demand on the SUBRECIPIENT in any case shall entitle the SUBRECIPIENT to any other or further notices or demands in similar or other circumstances, or constitute a waiver of any of the GRANTEE's right to take other or further action in any circumstances without notice or demand.

35. NON-RELIANCE

SUBRECIPIENT hereby acknowledges having obtained such independent legal or other advice as it has deemed necessary and declares that in no manner has



it relied on GRANTEE, its agents, employees or attorneys in entering into this Agreement.

36. PRECEDENCE OF DOCUMENTS

In the event of any conflict between the body of this Agreement and any exhibit or attachment hereto, the terms and conditions of the body of this Agreement will control.

37. SEVERABILITY

If any provision of this Agreement is held invalid, the remainder of the Agreement shall not be affected thereby and all other parts of this Agreement shall nevertheless be in full force and effect.

(The remainder of this page is intentionally left blank; signature page to follow)



IN WITNESS WHEREOF, the parties have executed this Agreement at Fresno, California, the day and year first above written.

“GRANTEE”
CITY OF FRESNO

“SUBRECIPIENT”

Bruce Rudd, City Manager
(Attach notary certificate of acknowledgment)

Date: _____

Date: _____

ATTEST:
YVONNE SPENCE, CMC
City Clerk

APPROVED AS TO FORM:
Doug Sloan
City Attorney

Deputy City Clerk

Deputy City Attorney

Date: _____

Date: _____

CITY:
City of Fresno, a municipal corporation
Development and Resource
Management Department, Housing
and Community Development Division
2600 Fresno Street Room 3076
Fresno, CA 93721

SUBRECIPIENT:

- Attachments:
EXHIBIT A: SCOPE OF WORK
EXHIBIT B: PROPOSED BUDGET
EXHIBIT C: INSURANCE REQUIRMENTS
EXHIBIT D: CONFLICT OF INTEREST

Substantial Amendment to the 2015-16 Annual Action Plan

May 12, 2016



CDBG Specific Activities

ConPlan Priority: Affordable Housing, Public Facilities

| Eligible Activity | Funding Level |
|------------------------------------|------------------|
| Public Facilities and Improvements | 2,300,000 |
| Housing Activities | 1,200,000 |
| TOTAL | 3,500,000 |



CDBG Housing Activities

ConPlan Priority: Increase development, preservation, and rehabilitation of affordable housing for low-income and special needs households.

| Eligible Activity | Desired Outcome | Funding Level |
|--|---|------------------|
| Housing Rehabilitation | Funds will be granted to low and moderate income homeowners to make needed improvements to their homes. Eligible improvements include health and safety repairs, correction of code violations, weatherization, disabled accessibility, energy efficiency and general property improvements. Max grant amount per unit is \$65,000. | 600,000 |
| In-Fill Affordable Housing Development | Funds will be used for acquisition, clearance, and down payment assistance to finance in-fill single family housing projects. The resulting housing units will be sold to low and moderate income households. | 600,000 |
| TOTAL | | 1,200,000 |



CDBG Public Facilities & Improvements

ConPlan Priority: Provide public facilities improvements to strengthen neighborhood revitalization.

| Eligible Activity | Desired Outcome | Funding Level |
|--------------------------------------|---|------------------|
| Roy & Almy Street Improvements | Completion of street improvements | 600,000 |
| Herndontown Sewer Improvements | Completion of sewer connections to individual homes in the Herndontown neighborhood | 250,000 |
| Habitat Neighborhood Infrastructure | Complete neighborhood buffer to ensure continuing affordability of homeownership | 175,000 |
| WestCare Facility Improvements | Complete capital improvements to a facility serving low and very low income persons needing temporary supervised living environments | 375,000 |
| Marjaree Mason Facility Improvements | Complete capital improvements to a public facility serving victims of domestic violence | 150,000 |
| Mosqueda Splash Park | Install a splash pad at a park serving predominantly low and moderate income residential area | 500,000 |
| Park Facility Improvements | Swimming pool and Learner Pool rehabilitation at Pinedale Community Center, Quigley Neighborhood Center, Fink White Neighborhood Center, and Frank H Ball Neighborhood Center | 250,000 |
| TOTAL | | 2,300,000 |

