

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: October 31, 2018

File: BIS 19 – 027

File: TMP-2018-632

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE A FUNDING AGREEMENT WITH PINNACLE AT PEACEFIELD, LTD. TO PROVIDE HOME AND NEIGHBORHOOD STABILIZATION 1 PROGRAM FUNDS AND CITY REMAINING LOAN FUNDS IN THE TOTAL AMOUNT OF \$578,000.00, ALONG SUBORDINATION AGREEMENTS AND ASSOCIATED DOCUMENTS NECESSARY TO FACILITATE DEVELOPMENT OF THE PINNACLE AT PEACEFIELD AFFORDABLE HOUSING PROJECT FOR SENIORS ON ADAMS STREET.

Statement of Budget Impact:

1. No Budget Impact associated with this action;
2. Sufficient budgetary resources identified/available;
3. Budgetary resources not identified/unavailable;
4. Potential Revenue is possible with this action;
5. Will not increase the cost of Housing;
6. May increase the cost of Housing; (CDAB review required)

Explanation:

This Resolution seeks authorization and approval for the appropriate City officials to enter into and execute a funding agreement with Pinnacle at Peacefield, Ltd. to provide funding totaling \$578,000.00 in order to develop the Pinnacle at Peacefield Affordable Housing Project for senior residents of the City on Adams Street. The funding agreement would include Home Investment Partnership Program (“HOME”) funding in the amount of \$84,000.00 and Neighborhood Stabilization 1 (“NSP-1”) Program funding in the amount of \$350,000.00, both of which are federal programs, and an additional \$144,000.00 in funding from the City through an Interlocal Agreement with the Downtown Hollywood Community Redevelopment Agency. The Downtown CRA and the City have agreed to a loan arrangement whereby the Downtown CRA will loan to

the City said funds with the City to reimburse the Downtown CRA on or before June 30, 2025 or, if the Downtown CRA term is extended, by such date as it ceases to exist.

Funding is presently available in accounts #11.1500.60637.554.008461 for the HOME funding portion and #11.1500.54480.513.049225 for the NSP-1 funding portion. The balance of the funding needed, \$144,000.00, will become available subject to the approval by the City Commission of a companion agenda item which approves the Interlocal Agreement between the City and the Hollywood Community Redevelopment Agency.

PREPARED AND APPROVED BY:

Kee Juen Eng
Assistant Director, Budget and Financial Services