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ORDINANCE 2022-864

AN ORDINANCE APPROPRIATING \$3,330,234.89 IN ADDITIONAL REALLOCATED EMERGENCY RENTAL ASSISTANCE PROGRAM GRANT FUNDS FROM THE U.S. DEPARTMENT OF TREASURY TO PROVIDE EMERGENCY RENT AND UTILITY ASSISTANCE TO ELIGIBLE HOUSEHOLDS IN ACCORDANCE WITH THE EMERGENCY RENTAL ASSISTANCE PROGRAM (THE "ERA PROGRAM") ESTABLISHED BY SECTION 501 OF DIVISION N OF THE CONSOLIDATED APPROPRIATIONS ACT, 2021 (THE "ACT") TO MITIGATE THE IMPACTS OF THE CORONAVIRUS ("COVID-19") PANDEMIC, AS INITIATED BY B.T. 23-026; APPROVING AND AUTHORIZING THE MAYOR, OR HIS DESIGNEE, AND THE CORPORATION SECRETARY TO EXECUTE AND DELIVER AN AMENDMENT TO THE FEDERAL SUBRECIPIENT AGREEMENT BETWEEN THE CITY OF JACKSONVILLE AND CIVITAS COMMUNITY DEVELOPMENT, LLC D/B/A CIVITAS, LLC; WAIVING SECTION 110.112 (ADVANCE OF CITY FUNDS; PROHIBITION AGAINST), PART 1 (THE CITY TREASURY), CHAPTER 110 (CITY TREASURY), ORDINANCE CODE, TO ALLOW FOR ADVANCE PAYMENT TO CIVITAS, LLC AS DESCRIBED IN THIS ORDINANCE; FURTHER AUTHORIZATIONS; PROVIDING FOR OVERSIGHT BY THE NEIGHBORHOODS DEPARTMENT, HOUSING AND COMMUNITY DEVELOPMENT DIVISION; REQUESTING EMERGENCY PASSAGE UPON INTRODUCTION; PROVIDING AN EFFECTIVE DATE.

BE IT ORDAINED by the Council of the City of Jacksonville:

Section 1. Appropriation. For the 2022-2023 fiscal year, within the City's budget, there are hereby appropriated the indicated sum(s) from the account(s) listed in subsection (a) to the account(s) listed in subsection (b):

(B.T. 23-026 attached hereto as **Exhibit 1** and incorporated herein by this reference)

(a) Appropriated from:

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See B.T. 23-026

\$3,330,234.89

(b) Appropriated to:

See B.T. 23-026

\$3,330,234.89

(c) Explanation of Appropriation:

The funding above is an appropriation of additional Emergency Rental Assistance Program grant funds, made available to the City through a reallocation of ERA Program grant funds by the U.S. Department of Treasury under Section 501(d) of the Act, in the amount of \$3,330,234.89 (the "ERAP Funds"). The ERAP Funds will be used to provide emergency rent and utility assistance to eligible households in accordance with the ERA Program established by the Act to mitigate the impacts of COVID-19. A total of up to ten percent (10%) of the ERAP Funds reallocated to the City may be set aside for administrative expenses. The funds retained for administrative costs will be paid to Civitas Community Development, LLC d/b/a Civitas, LLC ("Civitas") for the provision of services related to administration of the ERA Program as outlined herein.

Section 2. Purpose. The purpose of the appropriation in Section 1 is to provide emergency rent and utility assistance to eligible households in Duval County to mitigate the impacts of COVID-19. The City will continue to partner with Civitas for efficient

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administration of the ERA Program and distribution of these additional ERAP Funds to eligible families in Duval County in accordance with the Act.

The Act provides that the ERAP Funds may be used for payment of rent, rent arrears, utilities and home energy costs, utilities and home energy costs arrears, and other expenses related to housing incurred due, directly or indirectly, to the COVID-19 pandemic. The ERAP Funds may be used to cover costs incurred by eligible households between March 13, 2020 through December 29, 2022 and can be applied to cover up to fifteen (15) months of rent and utility and home energy costs, including arrears, for an eligible household and may also be used to cover up to three (3) months of prospective rent payments, subject to certain limitations provided in the Act and the availability of any remaining ERAP Funds. Distribution of the ERAP Funds and local administration of the ERA Program shall be conducted in compliance with the Act.

Amendment to Agreement Approved and Execution Section 3. Authorized. The Mayor, or his designee, and the Corporation Secretary are hereby authorized to execute and deliver an amendment to the Federal Subrecipient Agreement between the City of Jacksonville and Civitas Community Development, LLC d/b/a Civitas, LLC ("Civitas"), approved and authorized by Ordinance 2021-670-E (the "Agreement"), amended by Ordinance 2022-370-E, to increase the indebtedness by \$3,330,234.89, for a new total maximum indebtedness of \$36,333,567.92 for the Agreement. The Agreement provides that Civitas will assist the City in administration of the ERA Program and distribution of ERA Program funds. This increase to the maximum indebtedness will pay the costs of the additional services Civitas will provide in distributing the additional reallocated ERAP Funds appropriated by this Ordinance. The ERAP Funds will be disbursed to Civitas as needed based on the applications received and confirmed

eligible for funding. A total of \$2,997,211.40 from the ERAP Funds will be for direct assistance to eligible households in Duval County and the entirety of the remaining \$333,023.49 will be set aside for Civitas' administrative costs. The administrative costs will be paid monthly, on a reimbursement basis, in accordance with the terms of the Agreement.

Section 4. Waiving Section 110.112, Ordinance Code. Section 110.112 (Advance of City funds; prohibition against), Part 1 (The City Treasury), Chapter 110 (City Treasury), Ordinance Code, is hereby waived to allow for advance payment of \$2,997,211.40 (the full amount set aside for grants and aid to eligible households) to Civitas for direct assistance to eligible households upon execution of the Agreement amendment authorized herein.

Section 5. Further Authorizations. The Mayor, or his designee, is hereby authorized to reallocate ERAP Funds as necessary to effectuate the intent of this Ordinance, so long as any such reallocation is consistent with the Act and all other laws, rules and regulations applicable to the ERA Program and expenditure of the ERAP Funds. The Mayor, or his designee, is further authorized to procure services and support from additional subcontractors and vendors, subject to the provisions of Chapter 126, Ordinance Code, as needed for effective and efficient administration of the ERA Program, consistent with the intent of the Act and this Ordinance.

Section 6. Oversight Department. The Neighborhoods

Department, Housing and Community Development Division, shall provide oversight of the contracts and expenditures authorized hereunder.

Section 7. Requesting Emergency Passage Upon Introduction Pursuant to Council Rule 4.901 Emergency. Emergency passage upon introduction of this legislation is requested. The nature of the emergency is that the City received notification of the award of these additional ERAP Funds on November 1, 2022 with a requirement

that the funds be obligated by December 29, 2022. 1 2 Section 8. Effective Date. This Ordinance shall become effective upon signature by the Mayor or upon becoming effective 3 without the Mayor's signature. 4 5 6 Form Approved: /s/ Mary E. Staffopoulos 8 9 Office of General Counsel Legislation prepared by: Mary E. Staffopoulos 10 11 GC-#1535472-v3-ERAP_2nd_Reallocation_Approp_(BT23-026).docx