

**RESOLUTION NO. \_\_\_\_-2014**

**RESOLUTION OF THE FORT BRAGG CITY COUNCIL APPROVING AN APPLICATION FOR UP TO \$846,151 IN FUNDING AND EXECUTION OF A GRANT AGREEMENT AND ANY AMENDMENTS THERETO FROM THE 2013 ECONOMIC DEVELOPMENT OVER-THE-COUNTER ALLOCATION OF THE STATE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM**

**WHEREAS**, the City of Fort Bragg held Design Phase Public Hearings on January 21, 2013 and on January 7, 2014 to provide information about the Community Development Block Grant (CDBG) program and to solicit input from the community as to suggestions about possible uses of grant funds; and

**WHEREAS**, the City of Fort Bragg has undertaken a CDBG Over-the-Counter Project Review Process as described in the 2013 CDBG Notice of Funding Availability, including submittal of a Project Inquiry Form for the Sport Sportz Investment Inc. DBA Sport Chrysler Jeep Dodge (“Sport”) loan project and participation in a CDBG pre-screening process and several Project Proposal Meetings; and

**WHEREAS**, the City of Fort Bragg was invited by CDBG to submit a comprehensive Pre-Application for the Sport loan project, and the City, the proposed borrower, banker, and consultant participated in and responded to numerous additional CDBG inquiries to the satisfaction of CDBG staff; and

**WHEREAS**, on February 21, 2014, the City was invited by CDBG to submit a complete Over-the-Counter application for the Sport loan project; and

**WHEREAS**, the proposed loan project meets a required National Objective through Low/Moderate-Income Area Benefit (LMA) and meets the Public Benefit requirement for CDBG Special Economic Development Activities through retention of a business that provides essential and unduplicated services in an area that is primarily residential and is comprised primarily of low and moderate income persons such that at least one low- and moderate-income person is assisted per \$35,000 of CDBG funding used; and

**WHEREAS**, the proposed loan funding will stabilize and retain a business that provides sales tax revenues and a significant number of jobs to benefit Fort Bragg residents; and

**WHEREAS**, the City Council has determined that federal citizen participation requirements were met during the development of this application through a public hearing before the City Council on March 10, 2014; and

**WHEREAS**, the Project is subject to the National Environmental Policy Act (NEPA) and is exempt pursuant to the Code of Federal Regulations, Title 24 Housing and Urban Development – Subpart D: Environmental Review Process, Section 58.34 – Exempt Activities, Information and Financial Services (24 CFR 58.34(2)); and

**WHEREAS**, based on all of the evidence presented, the City Council finds, based on information provided at the time of consideration of this matter, that the foregoing Recitals are true and correct;

**NOW, THEREFORE, BE IT RESOLVED** that the City Council of the City of Fort Bragg does hereby approve a CDBG Economic Development Over-the-Counter Application for up to \$846,151 for the following activities:

- 1. General Program Administration up to \$50,000
- 2. Over-the-Counter Activity loan funds up to \$746,151
- 3. Over-the-Counter Activity Delivery funding up to \$40,000

**BE IT FURTHER RESOLVED AS FOLLOWS:**

- 1. The City Manager or designee is hereby authorized and directed to sign this application and act on the City's behalf in all matters pertaining to this application.
- 2. If the application is approved, the City Manager or designee is authorized to enter into and sign the grant agreement and any subsequent amendments with the State of California for the purposes of this grant.
- 3. If the application is approved, the City Manager or designee or the following designated officials are authorized to sign Funds Requests and other required reporting forms:
  - a. Community Development Director
  - b. Finance Director
  - c. Assistant to the City Manager

The above and foregoing Resolution was introduced by Councilmember \_\_\_\_\_, seconded by Councilmember \_\_\_\_\_, and passed and adopted at a regular meeting of the City Council of the City of Fort Bragg held on the 10<sup>th</sup> day of March, 2014, by the following vote:

**AYES:**  
**NOES:**  
**ABSENT:**  
**ABSTAIN:**

\_\_\_\_\_  
**DAVE TURNER,**  
**Mayor**

**ATTEST:**

\_\_\_\_\_  
**Cynthia M. VanWormer, MMC**  
**City Clerk**