

RESOLUTION NO. \_\_\_\_\_ (CM)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE AUTHORIZING AND DIRECTING THE CITY MANAGER, ON BEHALF OF THE CITY OF WATSONVILLE, TO SUBMIT A GRANT APPLICATION FOR \$1,300,000 TO THE CALIFORNIA STATE DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT FOR FUNDING UNDER THE 2021 CALHOME PROGRAM FOR THE CITY'S FIRST-TIME HOMEBUYER MORTGAGE ASSISTANCE, AND OWNER-OCCUPIED REHABILITATION ASSISTANCE (INCLUDING CONSTRUCTION, REPAIR OR REHABILITATION OF ACCESSORY DWELLING UNITS (ADUS) AND JUNIOR ADUS; TO EXECUTE A STANDARD AGREEMENT IF SELECTED FOR SUCH FUNDING AND ANY AMENDMENTS THERETO; AND ANY RELATED DOCUMENTS NECESSARY TO PARTICIPATE IN THE CALHOME PROGRAM; AND IF AWARDED, AUTHORIZING THE CITY MANAGER TO APPROPRIATE FUNDS TO THE CALHOME GRANT FUNDS**

**WHEREAS**, the City of Watsonville, a California municipal corporation, and charter law city, wishes to apply for and receive an allocation of funds through the CalHome Program; and

**WHEREAS**, the California Department of Housing and Community Development (hereinafter referred to as "HCD") has issued a Notice of Funding Availability ("NOFA") on September 21, 2021 for the CalHome program established by Chapter 84, Statutes of 2000 (SB 1656 Alarcon), and codified in Chapter 6 (commencing with Section 50650) of Part 2 of Division 31 of the Health and Safety Code (the "statute"). Pursuant to the statute, HCD is authorized to approve funding allocations utilizing monies made available by the State Legislature to the CalHome program, subject to the terms and conditions of the statute and the CalHome Program Regulations adopted by HCD in April 2004; and

**WHEREAS**, the City of Watsonville wishes to submit an application to obtain from HCD an allocation of CalHome funds in the amount of \$1,300,000.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:**

1. The City of Watsonville shall submit to HCD an application to participate in the CalHome Program in response to the NOFA issued on September 21, 2021, which will request a funding allocation for the following eligible activities:

- Mortgage assistance in the amount of \$800,000 for low or very-low income first time homebuyers to purchase a home located within the City of Watsonville City limits; and
- Owner-occupied rehabilitation assistance (including construction, repair, or rehabilitation of ADUs or JADUs) in the amount of \$500,000 for low or very-low income homeowners to rehabilitate their home located within the City of Watsonville City limits.

2. If the application for funding is approved, the City of Watsonville hereby agrees to use the CalHome funds for eligible activities in the manner presented in the application as approved by HCD and in accordance with program regulations cited above. It also may execute any and all other instruments necessary or required by HCD for participation in the CalHome Program.

3. The City Council of the City of Watsonville authorizes the City Manager and/or his designee to execute in the name of the City of Watsonville, the application, the Standard Agreement, and all other documents required by HCD for participation in the CalHome Program, and any amendments thereto.

4. That the City Manager is authorized, if said grant is awarded, to appropriate the \$1,300,000 to the CalHome Grant Funds [0610].

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The undersigned, Beatriz V. Flores, City Clerk, of the City of Watsonville does hereby attest and certify that the foregoing is a true and full copy of a resolution of the City Council of the City of Watsonville adopted at a duly convened meeting on the date above-mentioned, which has not been altered, amended, or repealed.

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Beatriz Vazquez Flores, City Clerk  
City of Watsonville

\_\_\_\_\_  
Date