

Attachment A

Amendment to the City of Chico's HUD 2020-2021 Annual Plan

The City of Chico's 2020-2021 Annual Plan was approved by the Chico City Council on June 9, 2020 and approved by the Department of Housing and Urban Development (HUD). The proposed Substantial Amendment to the Action Plan recognizes an increase in **\$222,387 of HOME Program Income (PI)** from repayment of loans to the City. The Substantial Amendment requests use of the additional PI to be allocated to Project number 17 – Rental Development – 1297 Park Avenue. HOME funds will support eligible construction costs.

Project #17 was approved as part of the City's 2020-2021 Annual Plan. The proposed Substantial Amendments are double underlined below:

17.	Project Name: Rental Development - 1297 Park Avenue
Target Area	City of Chico
Goals Supported	Development of Multifamily units
Needs Addressed	Affordable Housing Homelessness Prevention
Funding	CDBG: \$412,056 (Demolition, site preparation) <u>HOME: \$222,387 (Eligible Construction costs)</u>
Description	CDBG funds for demolition, remediation, site preparation for new permanent affordable multifamily units. <u>HOME funds will be used for eligible construction costs.</u>
Target Date	6/30/2023
Estimate the number and type of families that will benefit from the proposed activities	A 58-unit apartment project serving individuals and small households will be built on an in-fill site.
Location Description	Chico
Planned Activities	Funding will support the demolition of an existing non-residential building, possible remediation work, site preparation and construction related to the development of 58 new, small permanent affordable units.