

**RESOLUTION AUTHORIZING THE ADOPTION OF PROCEDURES TO RECOMMEND FUNDS TO BE RECAPTURED AND REALLOCATED TO MEET THE EXPENDITURE TIME REQUIREMENTS FOR CDBG AND HOME FUNDS**

**WHEREAS**, The Community Development Department seeks City Council approval to implement policies and procedures to ensure that the spending of CDBG and HOME funds by subgrantees enables the City to meet the timeliness requirements as set forth in the U.S. Department of Housing and Urban Development regulations governing CDBG and HOME; and

**WHEREAS**, staff will review the monthly progress and expenditure reports for all projects, programs and activities to which funds have been awarded by the City; and

**WHEREAS**, at any time during the term of the funding, based on assessed performance at the 90-day and 180-day monitoring review, the pro rata portion of any grant or loan for a project, program or activity that has not been spent will be subject to recapture and reallocation by the City; and

**WHEREAS**, at any time during the grant term, the City may request that the subgrantee provide an updated timeline and plan for spending all grant funds within the timeframe as set forth in the grant agreement; and

**WHEREAS**, based on this timeline and plan, the portion of the grant that is determined that will not be spent shall be subject to recapture and reallocation by the City; and

**NOW THEREFORE, BE IT RESOLVED**, that the Mayor and City Council of the City of Winston-Salem adopt the attached policies and procedures recommending funds to be recaptured and reallocated to meet the expenditure time requirements for CDBG and HOME funds.