

## REQUEST FOR COUNCIL ACTION

**To: Honorable Mayor and Members of the City Council**

**From: Henry Holling  
Interim City Manager**

**AGENDA DATE REQUESTED:** January 13, 2009

**ACTION REQUESTED: RECOMMENDATION TO AMEND THE INTERGOVERNMENTAL AGREEMENT WITH THE PEORIA CITY/COUNTY HEALTH DEPARTMENT RELATED TO LEAD-BASED PAINT HAZARD REDUCTION ACTIVITIES AS OUTLINED**

**BACKGROUND:** On June 13, 2007, the City of Peoria and the Peoria City/County Health Department entered into an agreement where the City provided program match using CDBG funds for the purpose of assisting the Health Department in securing a Lead Hazard Control grant from the US Department of Housing & Urban Development.

The Health Department was successful in securing a \$3 million grant from HUD, and has been investing these funds over the past eighteen months. The matching funds from the City have not been used at the rate anticipated because of the requirement that the City funds only be used for owner occupied units. The majority of the units assisted by the Health Department have been rental units.

To date, the Health Department has completed lead-based paint mitigation on sixty-nine (69) housing units. Of these units, the City has provided match funds for fourteen (14), as the balance were either rental units or outside of the City corporate limits. The City has only expended \$21,774.00 of the \$300,000.00 set aside for this program.

HUD requires the timely investment of CDBG funds, and it is in the best interest of the City to increase the investment of these committed funds. The Health Department is in need of additional funding for the units in the Lead Hazard Control program as costs have exceeded the program estimate.

This agreement would amend the existing agreement to provide for the following financial matching process. On all Lead Hazard Control projects within the City limits, the Health Department would invest the first \$8,000 using their grant funds. The remaining balance of the project (estimated to be between \$4,000 and \$12,000) would be funded with City CDBG funds already committed to this program. Both owner occupied and rental units would be eligible, as in all cases, a child would have to be in danger of lead-based paint poisoning prior to acceptance into the program. This amendment would allow the Health Department to assist more families with lead-based paint mitigation, and would allow the City to invest our CDBG funds on a timelier basis.

There will be no additional funds committed to this project; this amendment simply changes the financing process for the existing funds.

**IMPACT IF DENIED:** The program would continue as is; the timely investment of CDBG funds by the City may be jeopardized.

**IMPACT IF APPROVED:** The new financing process would be put in place; increasing the investment of CDBG funds and the number of families assisted by the Health Department.

**EEO CERTIFICATION NUMBER:** NA

**FINANCIAL IMPACT:** None. Existing project # 07LH00 (balance 12/31/08 \$278,226)

**ALTERNATIVES:** NA

**REQUIRED SIGNATURES**

**Department Director**

  
\_\_\_\_\_  
**Planning & Growth Management**

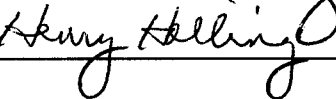
**Finance Director**

  
\_\_\_\_\_  
(Certification of Availability of Funds)

**Corporation Counsel**

  
\_\_\_\_\_

**City Manager**

  
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**CONTRACT ADDENDUM**

**Project # 07LH00**

This Contract Addendum is to amend the original contract between The City of Peoria ("City"), an Illinois municipal corporation and the Peoria City/County Health Department ("PCCHD"), a unit of County government, entered into on the 13<sup>th</sup> day of June 2007.

Addendum:

- Section 1(A) of the agreement shall be modified to indicate that the Peoria City/County Health Department shall use Lead Hazard Control Program funds for the first \$8,000 of eligible costs in each project. The City shall use CDBG funds for the balance of the eligible costs in each project.
- Section 1(B)(II) of the agreement shall be modified to indicate that owner occupied and rental properties are eligible for City participation.

This contract amendment was approved by the Peoria City Council at their regular meeting on January 13, 2009 and by the Peoria City/County Board of Health at their regular meeting on \_\_\_\_\_, 2009.

APPROVED AND EXECUTED THIS \_\_\_ DAY OF \_\_\_\_\_ 2009.

CITY OF PEORIA, an Illinois  
Municipal Corporation

PEORIA CITY/COUNTY HEALTH  
DEPARTMENT, a unit of County government

By: \_\_\_\_\_  
Interim City Manager

By: \_\_\_\_\_  
Director of Health

Attest: \_\_\_\_\_  
City Clerk

Approved as to Form:

\_\_\_\_\_  
City Legal Department

Approved as to Content:

\_\_\_\_\_  
City Planning Department