



CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701-2724

COMMUNITY DEVELOPMENT DIVISION

300 Sixth Street
Rapid City, SD 57701

Barbara Garcia, Community Development Specialist
Community Development Division
city web: www.rcgov.org

Phone: 605-394-4181
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e-mail: Barbara.garcia@rcgov.org

MEMORANDUM

TO: Legal & Finance Committee
FROM: Barbara Garcia, Community Development Specialist
DATE: November 1, 2006
RE: Fannie Mae Grant of \$10,000

Fannie Mae sent a letter notifying us that the City has been awarded a \$10,000 grant.

Fannie requires that the attached acceptance form be signed and returned to them with a statement on City Letterhead acknowledging that no goods or services were provided to Fannie Mae in exchange for the grant funds. (Forms were linked for Council)

Also, staff requests Council direction on how they want to allocate funds. Do they want to accept applications or just designate recipients? Caution – funds are supposed to be used by end of the year and an application period would limit the types of projects that could meet that timeframe.

Staff requests permission for the Mayor to sign the acceptance form and the following allocations of funds:

1. \$5,000 divided equally (\$1,250) between Cornerstone Women's Shelter, WAVI, Ohitika and Stepping Stones, to be used to provide rental deposit assistance to women and youth transitioning to permanent housing.
2. \$4,000 to Western Resources for dis-Abled Independence to perform handicap accessibility renovations.
3. \$1,000 divided equally between Consumer Credit Counseling Services and Teton Coalition to provide financial literacy and/or homebuyer education classes.



EQUAL OPPORTUNITY EMPLOYER



FannieMae

3900 Wisconsin Avenue, NW
Washington, DC 20016-2892

October 25, 2006

CITY OF RAPID CITY

OCT 4 6 2006

COMMUNITY
DEVELOPMENT DEPT.

Ms. Barbara Garcia
Community Development Specialist
City of Rapid City
300 Sixth Street
Rapid City, SD 57701

Dear Ms. Garcia:

After reviewing the contribution application submitted on behalf of your organization, Fannie Mae's Housing & Community Development Division (HCD) has awarded you a contribution of \$10,000.00 for fiscal 2006.

It is our understanding that the contribution will be used to provide down payment assistance, financial literacy courses and fund housing renovation.

The award check will be delivered to you upon our receipt of an executed copy of the American Dream Fund Award Contract that is enclosed. Additionally, within 30 days of your receipt of the award, you must submit to me a written and dated "tax letter". The letter should be submitted on your organization's letterhead and must state the award date, Fannie Mae's name as grantor, the amount of Fannie Mae's contribution and a statement that *no goods or services were received by Fannie Mae in exchange for the American Dream Fund grant.*

Congratulations on your award! Please feel free to contact me at (301) 204-8647 if you have any questions.

Sincerely,

John J Thompson
American Dream Fund
Housing & Community Development

Enclosure

cc: Rita Edwards, South Dakota Community Business Center

Housing & Community Development
2006 American Dream Fund Contribution Award Contract

My organization has successfully applied to Fannie Mae for a contribution, which will be used to provide down payment assistance, financial literacy courses and fund housing renovation.

As a condition of accepting this award on behalf of City of Rapid City, I certify to Fannie Mae that my organization is exempt from tax due to existing as a State and/or local government agency, having received such designation by the Internal Revenue Service and that such designation continues in effect. Furthermore, my organization acknowledges receiving notification of the contribution for \$10,000.00 from Fannie Mae and confirms that it provided no goods or services to Fannie Mae in consideration, in whole or in part, for the contribution.

My organization also agrees to use the award for the sole purpose(s) specified above.

Because Fannie Mae is a corporation established by a law of Congress, it is strictly prohibited from making contributions or expenditures in connection with federal, state or local elections, or in connection with any political convention or caucus. (See 11 C.F.R. §114.2(a)). Accordingly, we have included as a memo notation on the enclosed check the following: **"not for use in connection with any federal, state or local election or to support any lobbying activities."**

As a further condition of accepting this award, my organization agrees that no portion of the award will be used in connection with (i) influencing legislation, (ii) participation in, or intervention in, any political campaign on behalf of (or in opposition to) any candidate for public office, (iii) any attempt to influence the general public, or segments thereof, with respect to elections, legislative matters, or referendums, (iv) any direct communication with a "covered executive branch official" (as defined in Section 162(e) of the Internal Revenue Code) in an attempt to influence the official actions or positions of such official, (v) "electioneering communications" as that term is defined in the Bipartisan Campaign Reform Act of 2002 or defined under similar laws of any state or locality, (vi) any other expense for which a deduction would be disallowed under Section 162(e) of the Internal Revenue Code, or (vii) any use that would create a lobbying registration or reporting requirement for Fannie Mae under the Lobbying Disclosure Act or in any state or locality.

Name (Printed): _____

Signature: _____

Title: _____

Organization Name: _____

Date: _____

Please return this form via Fax or mail within **two weeks** to:

John J Thompson
American Dream Fund
Fannie Mae
3900 Wisconsin Avenue, NW
Mailstop 11H-403
Washington, DC 20016-2899
301-280-0107 (fax)