

**INVESTMENT COMMITTEE MINUTES
CITY OF RAPID CITY
MARCH 10, 2015**

Malcom Chapman called the meeting to order.

ROLL CALL and Quorum Determination:

Present:	Late:	Absent:	Staff:
Malcolm Chapman	Jerry Wright	Tom Golden	Barbara Garcia
Sandy Diegel	Jeff Barbier	Gene Tyon	
Renee Parker			
Kibbe Conti			

Adoption of Agenda: Motion was made by Sandy Diegel, second by Renee Parker and carried to adopt the agenda.

General Public Comment: None

Discussion items:

Old Business

1. Barb reminded committee that Cornerstone's request for \$100,000 was withdrawn in December 2014 since they were funded under the FY 2014 grant with funds recovered from Passages' withdraw of their request. This increased the amount in the recommended Contingency fund to \$225,538.
2. Barb reported receipt of HUD notification of funding and that the amount awarded to the City is less than was estimated, requiring reductions to meet actual allocation and HUD caps on Administration and Public Services. Amount estimated was \$442,300 + Program Income of \$6,400 for total of \$448,700. Actual allocation to be \$443,859, a reduction of \$8,441. Mandatory cap for Program Administration will require a reduction of \$1,689 and cap for Public Service a reduction of \$1,266 from the Public Services. Remaining \$5,486 reduction can be taken from any category. Discussion followed on most fair way to do reductions, i.e. proportionate deduction from all awardees or taking the amount in Public Service from the agency that received the largest portion of funds and the balance from the Contingency funds (\$100,000).

Motion was made to reduce Administration by the required amount to meet the cap (\$1,689) and to deduct the required amount for Public Services to meet the cap from Behavior Management Services (\$1,266). The balance of \$5,486 would be deducted from the Contingency funds reducing balance to \$94,514.00.

Motion was made by Renee Parker, second by Sandy Diegel; motion approved.

3. Barb discussed the low balance remaining for the Neighborhood Restoration Loan Program and plans to implement a new coordinated Neighborhood Revitalization plan in partnership with Code Enforcement and non-profit housing agencies to help people improve the condition of their homes in a systematic rotation going forward, identifying two neighborhoods a year. Habitat, Dakota Home Resources and Western SD Community Action are in discussions to partner on the Garfield Area and have asked the City to also support the effort through Code

Enforcement and the City Neighborhood Restoration Loan (NRL) program. Barb requested Investment Committee consideration to provide additional funding for the NRL program to be dedicated to the Garfield area from remaining FY 2014 funds recovered for reallocation. The Investment Committee expressed support for the revitalization plans as needed to reduce blighted conditions and preserve aging housing stock.

Motion was made to reallocate \$70,000 from FY 2012-2014 remaining funds. Motion was made by Kibbe Conti , second by Renee Parker ; motion approved.

New Business

1. Barb informed the committee that there is around \$200,000 in additional previous years funding remaining in addition to the Contingency funds allocated for 2015 totaling \$220,052. The funding cannot be used for Public Service activities since the caps were already met in the original funding years. Staff recommended putting out a request for new proposals for a ready-to-go project, or projects. Discussion was made regarding whether to target the request to specific high priorities, and if so, on what.

Motion made to target ready-to-go projects that address the following highest priority needs:

- **Housing Projects**
 - 1-2 bedroom and/or efficiency rental units affordable (Rents between \$350 and \$500 per month) at 50% or less of area median income;
 - Transitional apartments for emergency occupancy of homeless families; evicted households and households living in substandard housing receiving “do not occupy” notices;
 - Safe Haven housing for chronic substance abusers
- **Public Facilities**
 - Renovations to public facilities to provide handicap accessibility, energy efficiency, or improve safety.
- **Economic Development**
 - Job Training or skill improvement programs
 - Microenterprise loan program
 - Individual Deposit Account program

Motion was made by Kibbe Conti , second by Renee Parker ; motion approved.

2. ADJOURN:

With no further business to come before the Investment Committee at this time, motion was made by Renee Parker , second by Sandy Diegel to adjourn the meeting at 4:20 p.m.; motion approved.