



Legislation Text

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TO: CRA Board of Commissioners
FROM: Alexina Jeannite, Community Engagement Director
THROUGH: Renée A. Jadusingh, Esq., Executive Director
DATE: February 28, 2023

CRA FUNDING ASSISTANCE PROGRAM UPDATE

Recommended Action:

Follow up discussion on CRA Business Funding Assistance Programs.

Background:

At the January 24, 2023 CRA Board Workshop Meeting, Staff facilitated a discussion on proposed modifications to the Funding Assistance Programs. The discussion involved modifications to three of the program guidelines and the recommendation to close two of the programs (Rent Subsidy - permanently and Historic Façade Improvement Grant - temporarily). This item presents an update on said modifications, showing all tracked edits within the guideline documents.

Summary of major changes to the Guidelines:

- Project Consultancy & Design Services
 - Accept changes and re-open
 - Tracked edits in Exhibit A
- Site Development Assistance
 - Accept changes and re-open
 - See tracked edits in Exhibit B
- Paint-Up & Signage
 - Accept changes and re-open
 - See tracked edits in Exhibit C
- Rent Subsidy
 - Close/terminate
- Historic Façade Improvement Grant
 - Temporarily pause

Summary of major changes to the Contract:

- Grantee's Personal Liability Clause
 - Survives the Term Date of the funding agreement
 - Grantee is personally liable for 10% of disbursed funding amount

- If Grantee's business does not remain in business at the same location, then the Grantee is personally liable for 10% of the disbursed funding amount to be paid back to the CRA
- 2% of the liability is forgiven every year that the Grantee remains in business at the same location (beginning when the last funding payout is given)
- After 5 years of the Grantee being in business at the same location, (commencing on last funding payout), the Grantee's personal liability is forgiven in full

CRA Attorney Review:

N/A

Finance Review:

N/A

Funding Source/Financial Impact:

N/A

Overall need within the Community Redevelopment Area from Delray Beach CRA

Redevelopment Plan:

Removal of Slum And Blight

Land Use

Economic Development

Affordable Housing

Downtown Housing

Infrastructure

Recreation and Cultural Facilities