



# Memo

To: CDBG Committee  
From: Linette Rhodes, Grants Administrator  
Date: 5/1/2017  
Re: Housing Cost Reduction Initiative

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The City of Madison submitted a grant application for Housing Cost Reduction Initiative (HCRI) funds to State of Wisconsin, Department of Administration, Division of Housing in January 2017. It was subsequently awarded \$396,666 in HCRI funds to support the City's down payment and closing cost assistance program, Home Buy the American Dream (HBAD). This allocation is an increase of \$25,449 over the last HCRI contract awarded in 2015.

The HBAD program provides down payment and closing cost assistance to low- and moderate-income residents in the form of deferred loans. HCRI funds awarded via this grant will be expended over the next two years as part of the

The attached resolution authorizes the Mayor and City Clerk to enter into an agreement with State of Wisconsin, Division of Housing to accept \$396,666 in HCRI funds and amends the Community Developments Division's 2017 Operating Budget to incorporate these funds.