1 2024 RES-191 2

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This project is funded with the County's allocation of emergency rental assistance funds (ERA 2) authorized in the 2021 American Rescue Plan. Therefore, this resolution follows the format outlined in 2021 RES-013.

AMENDING A CONTRACT FOR EVICTION PREVENTION RENTAL ASSISTANCE

DCDHS - HAA DIVISION

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## Justification

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Authorizing Law: In March of 2021, the federal government authorized the \$1.9 trillion American Rescue Plan (ARP) stimulus bill authorizing additional funding to respond to and recover from the COVID-19 pandemic across multiple areas of need.

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The act included \$21.5 billion in funding for Emergency Rental Assistance (ERA 2). Dane County received more than \$42 million in ERA 2 funding through various allocations and reallocations to partner with local agencies to prevent evictions and provide housing stability.

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Response to the COVID-19 Pandemic: Many renters have fallen behind on their rent, are facing evictions, and/or are in need of assistance to pay future rent, due to continued hardship related to the COVID-19 pandemic's lingering effect on our economy.

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The Tenant Resource Center has been administering a partnership to provide direct assistance and legal services at court for tenants involved in eviction proceedings through the Eviction Diversion and Defense Partnership (EDDP).

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To continue operation of the EDDP through September 30th, 2025, the Dane County Department of Human Services' (DCDHS) Housing Access and Affordability (HAA) Division seeks approval to amend a contract with The Tenant Resource Center, Inc.

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The contract amendment totals \$7,077,149. The contract term will be extended to September 30th, 2025.

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<u>Duplication of Funding/Existing Partnerships and Programs:</u> The funding is not duplicative with other efforts, as duplication of effort is not allowed per federal regulations.

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<u>Guidelines:</u> The federal government has passed detailed guidelines for the emergency rental assistance funds authorized in the American Rescue Plan. For eligibility purposes, grantees must only consider household income for 2020 or confirmation of the monthly income that the household is receiving at the time of application, as determined by the Treasury Secretary.

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46 Up to 18 months of rental assistance can be provided per eligible household. 47 Households are eligible for assistance if one or more individual has qualified for 48 unemployment benefits, has experienced a reduction in household income, has incurred 49 significant costs, and/or has experienced other financial hardship due directly or 50 indirectly to the COVID-19 pandemic, and where one or more individual can

51 demonstrate a risk of experiencing homelessness or housing instability (a past due utility

or rent notice or an eviction notice, unsafe or unhealthy living conditions; or any other evidence of such risk as determined by the grantee.)

Per federal guidelines, households that make 50% area median income (AMI) and below and in which one or more member is unemployed and has been unemployed for longer than 90 days must be prioritized among applicants.

The grantee must ensure recipients of emergency rental assistance funding do not receive duplicate assistance from other federally funded rental assistance programs.

Per federal guidelines, landlords or owners may apply on behalf of tenants meeting the eligibility requirements if the tenant cosigns the application, the landlord provides the necessary documentation to the tenant, and the payments are used to pay the tenant's rental obligation to the owner.

## **Expected Outcomes and Data Collection**

Per the federal guidelines, information that must be collected by the grantee includes the number of eligible households that received assistance, the acceptance rate of applicants for assistance, the type of assistance provided to each eligible household, the average amount of funding provided per eligible household, the household income level based on 0-30, 31-50, 51-80% AMI, the average number of monthly rental payments that were received, and demographics of the primary recipient (race, gender, ethnicity per HUD definition).

Per the federal government, the information collected by the grantee must be reported to the US Treasury on a quarterly basis to maintain ERA 2 compliance.

**NOW, THEREFORE, BE IT RESOLVED,** that the County Board approves a contract amendment in the amount of \$7,077,149 with Tenant Resource Center, Inc. and authorizes the County Executive and County Clerk to execute the contract documents, and authorizes the Controller to issue checks for payment of contract invoices.

VendorContract AmountTenant Resource Center, Inc.\$7,077,149

**BE IT FINALLY RESOLVED**, that quarterly reports on program outcomes will be shared with the members of the Health and Human Needs Committee.