



**BUSINESS OF THE CITY COUNCIL
YAKIMA, WASHINGTON
AGENDA STATEMENT**

Item No. 7.M.
For Meeting of: September 3, 2024

ITEM TITLE: Resolution amending a contract with Washington State Department of Commerce to Revise the Scope of Work for the Fruitvale Housing Project CHIP Grant

SUBMITTED BY: Bill Preston, Community Development Director

SUMMARY EXPLANATION:

On September 20, 2022, City Council adopted a Resolution to enter into an agreement with the Department of Commerce and accept an award of \$299,771 for the Connecting Housing to Infrastructure Program (CHIP) grant to financially assist the Yakima Housing Authority (YHA) with sewer and water system development charges for their new affordable housing project (Fruitvale Housing). Subsequently, Council adopted a Resolution on November 15, 2022, to enter into a contract agreement with YHA for this project.

To date, YHA has used \$164,459.08 of the funds awarded through this grant for use towards system development charges (i.e. utility connection permitting fees). No additional utility connection permit fees are anticipated to be incurred which leaves \$135,311.92 in unused funds. YHA has approached the City and Commerce with the desire to use the remaining funds for soft costs related to utility infrastructure improvements which is allowable under the CHIP guidelines.

The Resolution and contract amendment revises the scope of work that was detailed in the original contract between the City of Yakima and Washington State Department of Commerce to include utility infrastructure improvements as part of the work that will be completed and submitted for reimbursement. This contract amendment does not affect the amount awarded to the City for this grant nor will it incur any expenses to the City.

ITEM BUDGETED: Yes

STRATEGIC PRIORITY 24-25: A Resilient Yakima

RECOMMENDATION: Adopt Resolution.

ATTACHMENTS:

[RESOLUTION with Commerce_Fruitvale - Contract Amendment.docx](#)
[COM 22-96720-015 Contract Amendment 2.pdf](#)