



Recommendation for Action

File #: 19-2961, **Agenda Item #:** 31.

9/19/2019

Posting Language

Authorize negotiation and execution of a 12-month contract with PeopleFund to fund and administer the Community Development Bank program, which supports job creation and small business expansion by providing loan services, in an amount not to exceed \$150,000.

Lead Department

Neighborhood Housing and Community Development.

Fiscal Note

Funding is available in the Fiscal Year 2019-2020 Operating Budget of the Neighborhood Housing and Community Development Department. Funding is contingent on the release of Fiscal Year 2019 federal funds from U.S. Department of Housing and Urban Development, Community Development Block Grant.

Prior Council Action:

September 28, 2017 - Council approved a one-year service agreement to expire September 30, 2018 with one 12-month extension.

For More Information:

Contact Rosie Truelove, Director, Neighborhood Housing and Community Development, 512-974-3064; or Fernando Hernandez-Garza, Neighborhood Development Program Manager, Neighborhood Housing and Community Development, 512-974-3114.

Additional Backup Information:

The Community Development Bank program provides funding to a Community Development Financial Institution to administer loan programs offering flexible capital and technical assistance to small and minority businesses that are expanding or relocating to a low-income area.

PeopleFund is a specialized provider of small business development programs and has a record of meeting contract performance goals and achieving success with program requirements. PeopleFund has more than 14 years of experience and will provide loan packaging and loan administration services to small businesses. PeopleFund will create or retain six permanent jobs through qualified program participants. The contract term will be from October 1, 2019 to September 30, 2020.