

RESOLUTION NO. _____

A RESOLUTION APPROVING A CONTRACT AMENDMENT TO THE 2025 COMMUNITY DEVELOPMENT BLOCK GRANT OPERATING AGENCY AGREEMENT WITH KINGSPORT HOMELESS MINISTRIES GRACE HOUSE AND AUTHORIZING THE MAYOR TO EXECUTE THE SAME

WHEREAS, the City of Kingsport receives Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development (HUD) to carry out eligible activities that principally benefit low- and moderate-income persons; and

WHEREAS, the City approved a 2025 CDBG Operating Agency Agreement with Kingsport Homeless Ministry for the provision of public services to individuals experiencing homelessness; and

WHEREAS, Attachment A – 2025 CDBG Program Description of Operating Agency Activities – Section I.B. Method of Operation (Page 18) of the Agreement currently identifies “wages of staff” as the eligible expenditure under the activity; and

WHEREAS, the City and Kingsport Homeless Ministry desire to amend the Agreement to allow CDBG funds to be utilized for utility costs associated with the operation of the homeless service facilities located at 700–710 E. Sullivan Street, Kingsport, Tennessee; and

WHEREAS, utility costs are eligible public service expenses under the CDBG program and are necessary to maintain safe, sanitary, and functional facilities serving low- and moderate-income persons; and

WHEREAS, this amendment does not alter the total funding amount, service population, activity location, or overall public service eligibility of the approved activity, but solely revises the Method of Operation to better align expenditures with operational needs.

Now therefore,

BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN AS FOLLOWS:

SECTION I. That an amendment to the 2025 CDBG Operating Agency Agreement with Kingsport Homeless Ministry substituting utility costs in lieu of wages of staff as the eligible expenditure is hereby approved

SECTION II. That the mayor, or in his absence, incapacity, or failure to act, the vice mayor, is authorized to execute, in a form approved by the city attorney, and subject to the requirements of Article X, Section 10 of the Charter of the City of Kingsport, an amendment to the 2025 CDBG Operating Agency Agreement with Kingsport Homeless Ministry substituting utility costs in lieu of wages of staff, to deliver the amendment and to take any and all action as may be required on the part of the city to carry out, give effect to, and consummate the transactions contemplated by the amendment and this resolution.

SECTION III. That the board finds that the actions authorized by this resolution are for a public purpose and will promote the health, comfort and prosperity of the citizens of the city.

SECTION IV. That this resolution shall take effect from and after its adoption, the public welfare requiring it.

ADOPTED this the 17th day of March, 2026.

PAUL W. MONTGOMERY, MAYOR

ATTEST:

ANGELA MARSHALL, DEPUTY CITY RECORDER

APPROVED AS TO FORM:

RODNEY B. ROWLETT, III, CITY ATTORNEY