

Andrew Kleine, Deputy, for:

FROM	NAME & TITLE	Andrew Kleine, Chief
	AGENCY NAME & ADDRESS	Bureau of the Budget and Management Research Room 432 City Hall (396-4941)
	SUBJECT	City Council Bill #14-0346

CITY of
BALTIMORE
MEMO



DATE: April 11, 2014

TO

The Honorable President and
Members of the City Council
Room 400, City Hall

Attention: Ms. Karen Randle

City Council bill 14-0346 has been introduced for the purpose of providing a \$3,756,025.35 supplemental General Fund operating appropriation to the Mayor's Office of Human Services to provide repayment to the U.S. Department of Housing and Urban Development as a result of audit findings regarding the Homeless Prevention and Rapid Re-Housing grant program.

The revenue appropriated for this supplemental will be utilized from General Fund assigned fund balance.

On March 4, 2013 HUD's Office of the Inspector General and the Community Planning and Development Division issued a series of management decisions in response to the Office of the Inspector General's report regarding Baltimore City and their sub-grantees' handling of funds under the Homeless Prevention and Rapid Re-Housing Program. The management decisions were the result of reconciliation of sub-grantee records. As a result of this reconciliation HUD has determined \$3,756,025.35 of expenditures were not in compliance with the federal grant's terms and conditions. As a result the City of Baltimore is required to reimburse HUD the full balance of the non-compliant expenditures.

The Department of Finance supports this legislation.

cc: Harry Black
Angela Gibson

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