

consistent with T.C.A. § 7-3-314, as it may hereafter be amended. Once funds have been appropriated by the metropolitan council to the deserving nonprofit organization(s), the commission shall enter into a grant contract with each such organization. No such grant contract shall become effective without the approval of the metropolitan department of law and director of finance. In the event the recipient organization fails to complete its obligations under the grant contract within twenty-four months from execution, the commission shall be authorized to rescind the contract and to reclaim previously appropriated funds from the organization, subject to terms and conditions within the grant contract allowing for such.

Section 2. This ordinance shall take effect from and after its final passage, the welfare of the Metropolitan Government requiring it.

Analysis

This ordinance would require 20% of the Barnes Fund for Affordable Housing grant funds to be set aside for small nonprofit organizations. The Metro Housing Trust Fund Commission was created by Ordinance No. BL2013-487 to, in part, oversee the management and operation of the Barnes Fund for Affordable Housing. Part of the duties of the Commission are to establish criteria for the awarding of Barnes Fund grants and make recommendations to the Council regarding the awarding of grants to nonprofit organizations.

This ordinance would require that the criteria established by the Commission include setting aside at least 20% of the grant funds to be allocated to small affordable housing nonprofit organizations that have an annual operating budget of no more than \$4,000,000 and a housing budget of no more than \$1,000,000. This set aside would not apply if there are not a sufficient number of qualified small nonprofit applicants.