



Memphis City Council Summary Sheet Instructions

Please provide a brief summary of the item, in bullet form, not to exceed one page:

1. Describe item – **Resolution accepting Grant Funds from Wells Fargo**
2. Identify initiating party - **Finance**
3. State whether this is a change to an existing ordinance or resolution, if applicable. – **No change to an existing ordinance or resolution.**
4. State whether this requires a new contract, or amends an existing contract, if applicable. – **No new Contract required.**
5. State whether this requires an expenditure of funds/requires a budget amendment. – **Requires a budget amendment to accept and appropriate funds.**

RESOLUTION

WHEREAS, the City of Memphis and Shelby County Government recently entered into a Collaborative Agreement with Wells Fargo Bank, N.A. ("Wells Fargo") wherein the parties agreed to focus in a collaborative effort on improving financial literacy, housing conditions, and general economic conditions throughout the Memphis and Shelby County community; and

WHEREAS, in furtherance of such Agreement, the parties have agreed to work together to launch a collaborative initiative to facilitate the ownership of properties in challenged neighborhoods, through support grants and access to credit, thereby increasing neighborhood stability; and

WHEREAS, Wells Fargo has also agreed to grant to the City of Memphis and Shelby County Government, \$3,000,000 in Local Priority Initiative Funds to be used for local priority initiatives. Specifically, \$1.6 million of the grant funds shall be made available and used by the City to provide a match for the "Innovation Delivery Team" grant from Bloomberg Philanthropies. Additionally, \$800,000.00 of the grant shall be applied toward the payment of costs, expenses and fees incurred by the City and Shelby County resulting from the engagement of the law firm of Relman Dane which handled the federal lawsuit brought on behalf of the City of Memphis and Shelby County against Wells Fargo. The remaining \$600,000.00 shall be directly made available by Wells Fargo to Shelby County for such housing initiatives and/or programs in such neighborhoods as Shelby County may determine in consultation with the City were affected by the foreclosure crisis within and throughout the entire City of Memphis and Shelby County, Tennessee community; and

WHEREAS, it is necessary to accept the grant of funds from Wells Fargo to the City of Memphis and amend the Fiscal Year 2013 Operating Budget to establish the use of such funds for the purposes set forth herein; and

WHEREAS, it is necessary to appropriate the grant funds awarded by Wells Fargo directly to the City in the amount of Two Million and Four Hundred Thousand (\$2,400,000).

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Memphis that the Wells Fargo Local Priority Initiative Funds in the amount of Two Million and Four Hundred Thousand (\$2,400,000) are hereby accepted by the City of Memphis.

BE IT FURTHER RESOLVED, that the Fiscal Year 2013 Operating Budget be and is hereby amended by appropriating the Expenditures and Revenues for the Wells Fargo Local Priority Initiative Funds as follows:

Revenue

Misc. Revenue Wells Fargo Local Priority Initiative Grant	<u>\$2,400,000.00</u>
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Expenditures

Grants and Agencies - Innovation Delivery Team Grant	<u>\$1,600,000.00</u>
City Attorney -Legal Expenses	<u>\$800,000.00</u>
Total	<u>\$2,400,000.00</u>