

**CURRY COUNTY
RESOLUTION #2012-39**

**OPPOSING COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)
RULE CHANGE 2.110.2.27 AS PART OF THE CDBG GRANT PROGRAM GUIDELINES**

WHEREAS The State of New Mexico annually receives Community Development Block Grant (CDBG) funding through the Department of Housing and Urban Development which Curry County Community rely on to complete infrastructure, wastewater and other municipal projects and County communities.

WHEREAS CDBG funding received in recent years has declined due to the national economic climate.

WHEREAS The Board of Curry Commission oppose the proposed CDBG Rule Change 2.110.2.27 Section 108 "Guarantee Loan Program Guidelines".

WHEREAS If adopted by the Community Development Council, CDBG funds will be pledged against the Section 108 loan guarantee program, therefore putting CDBG funds in jeopardy should there be a default in said loans.

WHEREAS Under the proposed Section 108 Loan Guarantee Program should a company or companies default, the State of New Mexico would forfeit all CDBG program funding to repay the loans, placing the CDBG program in jeopardy and leaving no funding for non-entitlement municipalities.

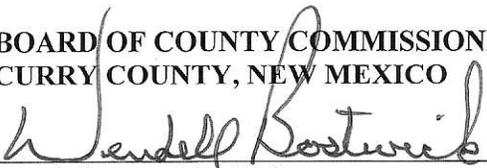
WHEREAS, A vote to approve the Section 108 Loan Guarantee Program by the Community Development Council would risk the availability of CDBG funding for communities in their infrastructure projects. Infrastructure projects that have also benefited in creating economic development for their communities, such as improving streets, waste-water projects, industrial parks and many others.

WHEREAS, under the proposed Rule 2.110.2.27 (I) Loan Default: last sentence states that HUD does have borrowing authority with the U.S. Treasury if the pledged funds are insufficient however this does not guarantee that those funds will be available.

THEREFORE, BE IT RESOLVED that the Board of Curry County Commission oppose incorporating Rule Change Section 108 Loan Guarantee Program into the State of New Mexico Community Development Block Grant program..

BE IT SO RESOLVED THIS 24st day of July, 2012.

**BOARD OF COUNTY COMMISSIONERS
CURRY COUNTY, NEW MEXICO**



Wendell Bostwick, Chairman



Dan Stoddard, Vice Chair

Attest to:

Coni Jo Lyman

Coni Jo Lyman, Clerk
Curry County

Frank H Blackburn

Frank Blackburn, Member

Robert Sandoval

Robert Sandoval, Member

Caleb Chandler

Caleb Chandler, Member

