

MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding, by and between the KINGSPORT HOUSING AUTHORITY and REDEVELOPMENT ASSOCIATION (KHRA) and THE KINGSPORT INITIATIVE FOR TRAINING AND EMPLOYMENT (KITE), evidences the collaboration between the two in administering, and accounting for the funds that are distributed pursuant to 24 C.F.R. Part 964 and part of the interim rule regarding operating subsidy funds received for Resident Participation Activities.

Parties to this Memorandum of Understanding hereby agree that the funding allotted to the Kingsport Housing and Redevelopment Association according to the Code of Federal Regulations for tenant participation, and encompassed by this Memorandum of Understanding, shall be allocated and redistributed to the City wide resident counsel, known as KITE due to their capacity to administer and account for funds.

KITE hereby acknowledges that they have that capacity and will accept that responsibility in distributing the funds according to the rules and regulations promulgated by the Department of Housing and Urban Development, 24 C.F.R. Part 964, and in the interim instructions on distribution of these operating subsidiary funds received for resident participation activities.

KITE hereby acknowledges that these funds are to supplement PHA planned activities and training, that they only cover minimal refreshment cost directly related to resident meetings and that generally refreshment costs associated with entertainment are prohibited.

KITE also understands that resident participation may include but is not limited to resident outreach and promotional activities, commissioner training, resident counsel training, resident advisory board training, resident counsel elections and organizing, leadership development,

household training, and communication; orientation and responsibilities for new and existing residents; and planning functions for such items as the Public Housing Agency Plan, revitalization, safety and security, property management and maintenance, and capital improvements.

Dated this _____ day of _____, 2001.

TERRY CUNNINGHAM for
Public Housing Authority

JOHNNY RITCHIE for
KITE