

City Council – Action Request Form

Date: June 26, 2013

To: The City Manager

From: Ben Rowe, Budget and Evaluation Director
D. Ritchie Brooks, Community and Business Development Director

Council Action Requested:

Consideration of Changes to the 2013-2014 Consolidated Housing and Community Development Annual Action Plan:

- 1) Revised List of FY 13-14 Housing/Neighborhood Development Subgrantee Agencies
- 2) Amendment to the FY 13-14 Project Budget Ordinance

Summary of Information:

On April 15, 2013, the City Council approved the proposed 2013-2014 Annual Action Plan to the U.S. Department of Housing and Urban Development (HUD). Since HUD had not announced allocation amounts for the Community Development Block Grant (CDBG), HOME Investment Partnership (HOME), and Emergency Solutions Grant (ESG) programs, proposed grant awards to subgrantee agencies were based on estimated allocation amounts—a 10% reduction in CDBG and HOME funds from the current year and flat funding for ESG.

On May 30, 2013, HUD posted final allocation amounts. The City's allocation includes \$1,965,148 in CDBG funds (3.3% increase from the current year), \$922,457 in HOME funds (1.2% decrease), and \$138,158 in ESG funds (6.3% decrease), for an overall allocation increase of 1.4%. The City will receive \$756,357 of the HOME funds, and the County will receive the remaining \$166,100. While HOME funds are decreased from the current year, the reduction is less than the budgeted decrease. In addition, the City will receive \$1,350,170 in Supportive Housing funds on behalf of local agencies providing homeless program services beginning in the fourth quarter of the FY14 program year.

Due to the timing of the award announcement, the actual HUD allocation amounts were not reflected in the City's FY 13-14 budget, which was adopted by the City Council on June 17, 2013. The purpose of this item is to appropriate the additional CDBG and HOME funds, reduce the ESG budget, and revise the list of grant awards to subgrantee agencies. The increased funding will be applied to self-sufficiency programs, housing rehabilitation, housing production, and public service agencies.

Committee Action:

Committee

Action

For

Against

Remarks: