

City Council – Action Request Form

Date: August 8, 2022

To: Mayor, Mayor Pro Tempore, and Members of the City Council

From: Scott Tesh, Budget and Performance Management Director

Council Action Requested:

Ordinance Amending the Fiscal Year 2022-23 Budget Ordinances for the City of Winston-Salem, North Carolina – Federal Housing Funds

Strategic Focus Area: Service Excellence

Strategic Objective: Maintain City’s Financial Strength

Strategic Plan Action Item: No

Key Work Item: No



Summary of Information:

The proposed amendments to the Fiscal Year 2022-23 budget ordinances authorize adjustments for the following purposes.

Appropriation of Grants and Other Revenues Received

- The amount of Federal Fiscal Year 2021 Continuum of Care (CoC) funds awarded by the U.S. Department of Housing and Urban Development exceeded the estimate by \$327,930. CoC funds provide permanent supportive housing, rapid rehousing, and services to homeless individuals and families. The proposed amendment appropriates these funds.

Committee Action:

Committee	<u>Finance 8/8/22</u>	Action	<u>Approval</u>
For	<u>Unanimous</u>	Against	<u></u>
Remarks:	<u></u>		

- Due to the delay in the U.S. Department of Housing and Urban Development (HUD) announcing entitlement allocations, the City's budget for FY 2022-23 appropriated estimate for the following grants: \$2,168,160 in Federal Fiscal Year 2022 Community Development Block Grant (CDBG) funds, \$1,348,540 in HOME Investment Partnership (HOME) funds, \$188,590 in Emergency Solutions Grant (ESG) funds, and \$710,310 in Housing Opportunities for Persons with AIDS (HOPWA) funds. As a result of announcing entitlement allocations, the Community Development Department has now received increases of \$146,126 in HOME funds and \$35,856 in HOPWA funds and decreases of \$101,372 in CDBG funds and \$6,329 in ESG funds. The decrease in CDBG funds will be taken from public services and housing rehabilitation. Since the HOME Program operates as a consortium of Winston-Salem, Forsyth County, and the other municipalities in the county, Forsyth County's allocation will increase by \$30,600 to \$313,800. In addition, HOME regulations require a minimum award to a Community Housing Development Organization. To meet the requirement, the award to Habitat for Humanity will increase by \$22,000 to \$225,000. The remaining funds will be used for multi-family housing production. The proposed amendment appropriates these additional funds and awards the amounts to the entities stated.