

Meeting Agendas/Info

CITY COUNCIL
COMMUNICATION:

ITEM _____

**OFFICE OF THE CITY MANAGER
CITY OF DES MOINES, IOWA**

01-134

SYNOPSIS -

AGENDA:

City Council approval of the allocation of additional 2001 Community Development Block Grant (CDBG) and HOME Investment Partnership Program (HOME) funding.

MARCH 26, 2001

SUBJECT:

FISCAL IMPACT -

ALLOCATION OF
ADDITIONAL 2001
HUD FUNDING

The City has been awarded the following U.S. Department of Housing and Urban Development (HUD) entitlement grant amounts for 2001: CDBG \$5,313,000; HOME \$1,427,000; and Emergency Shelter Grant Program (ESG) \$180,000.

TYPE:

RECOMMENDATION -

RESOLUTION
ORDINANCE
RECEIVE/FILE

Approval.

SUBMITTED BY:

BACKGROUND -

ERIC A. ANDERSON
CITY MANAGER

On November 6, 2000, by Roll Call No. 00-4267, the City Council approved the 2001 HUD Consolidated Plan for the CDBG, HOME, and ESG programs. Projections, based on the prior year's funding levels, were used to develop the Consolidated Plan, since the actual federal budget allocations were not known at that time.

HUD has now forwarded the 2001 Grant Agreements. The following is a comparison of the projected and actual amounts:

PROGRAM PROJECTED ACTUAL DIFFERENCE

CDBG	\$5,100,000	\$5,313,000	+\$213,000
HOME	1,282,000	1,427,000	+145,000
ESG	180,000	180,000	-0-

The motion to approve the November 6th roll call included a

statement that if additional funding was awarded, the Metro Transit Authority's (MTA's) Opportunities Thru Transit (OTT) project would receive the first \$17,000. Any additional funding beyond the first \$17,000 would go to the Community Development Department's Neighborhood Conservation Services for the formation of a funding pool to finance house moving projects citywide for individuals, non-profits, and the Community Housing Development Corporation (CHDC). The motion also stated that the City Manager would present additional funding to Council for approval.

Consistent with Council's directive of November 6, 2000, \$17,000 of the \$213,000 of additional CDBG funding is allocated to OTT and the remaining \$196,000 to Neighborhood Conservation Services for house moving.

The \$145,000 of additional HOME funds is recommended for allocation to Neighborhood Conservation Services to be added to the New Construction Program component. CHDC and other housing agencies can then apply for these funds.

The Community Development Department will have information regarding any carryover funding available for reprogramming in April. The Neighborhood Revitalization Board will review this information and forward their recommendations for City Manager review and City Council action.