

**CITY COUNCIL
COMMUNICATION:**

03-269

AGENDA:

JUNE 23, 2003

SUBJECT:

PROGRAM YEAR
2003 GRANT
AGREEMENTS WITH
THE DEPARTMENT
OF HOUSING AND
URBAN
DEVELOPMENT

TYPE:

RESOLUTION
ORDINANCE
RECEIVE/FILE

SUBMITTED BY:

MIKE E. MATTHES
ACTING HOUSING
SERVICES DIRECTOR

ITEM _____

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

SYNOPSIS —

City Council approval of additional grant agreements with the U.S. Department of Housing and Urban Development (HUD) for the City's allocation of Program Year (PY) 2003 Community Development Block Grant (CDBG - \$3,708,000), Home Investment Partnerships (HOME - \$820,000), and Emergency Shelter Grant (ESG - \$128,000) entitlement funds.

FISCAL IMPACT —

This allocation provides the balance of the City's PY2003 CDBG, HOME, and ESG funding allocation from HUD.

RECOMMENDATION —

Approval.

BACKGROUND —

The adoption of the FY2003 federal budget was delayed until the end of February 2003. Because Des Moines is an "early entitlement city" with our program year beginning in January, HUD provided the option of a partial allocation until the federal budget was finalized. Without knowing at that time how long it would take for final budget approval, the City opted to take advantage of the partial allocation to avoid incurring unreimbursed costs for a lengthy period.

On March 24, 2003, by Roll Call No. 03-638, the City Council approved partial funding grant agreements with HUD for partial funding of the 2003 HUD Consolidated Plan.

