



Council Communication

Office of the City Manager

Date

May 21, 2007

Agenda Item No. 31

Roll Call No. 07-

Communication No. 07-283

Submitted by: Chris M. Johansen, Housing
Services Director

AGENDA HEADING:

Approval of grant agreement with the U.S. Department of Housing and Urban Development (HUD) for funding of the City's 2007 HUD Consolidated Plan.

SYNOPSIS:

Recommend City Council approval of a grant agreement by and between HUD and the City of Des Moines, whereby the City will receive an award of Community Development Block Grant (CDBG) funding for implementation of the 2007 HUD Consolidated Plan for the period of January 1, 2007 to December 31, 2007.

FISCAL IMPACT:

Amount: \$4,406,467

Funding Source: HUD CDBG; 2007-08 Operating Budget, Page 105, SP020 CDD049900

ADDITIONAL INFORMATION:

On November 20, 2006, by Roll Call No. 06-2324, the City Council authorized and directed the City Manager to submit the 2007 HUD Consolidated Plan to the U.S. Department of Housing and Urban Development. HUD has now forwarded a grant agreement for CDBG funding of the City's 2007 HUD Consolidated Plan. The grant agreement requires Council approval and the Mayor's signature.

The 2007 CDBG allocation is \$243,533 less than anticipated receiving from HUD for the 2007 program year. During the CDBG funding recommendations in August 2006, staff projected the City would receive \$4,650,000. On May 7, 2007 City Council approved reprogramming unallocated and unspent CDBG funds to balance this shortfall.

PREVIOUS COUNCIL ACTION(S):

Date: November 20, 2006

Roll Call Number: 06-2324

Action: On Proposed Third Year Action Plan 2007 of the 2005-2009 US Department of Housing and Urban Development (HUD) Consolidated Plan, (continued from November 6, 2006). (Council

Communication No. 06-712) Moved by Vlassis to adopt the City Manager's recommendation with the following amendments: 1. Reduce OED-Neighborhood Commercial Revitalization by \$30,000 to fund the ISED Project. 2. Priorities for Reprogramming are Primary Health and OED. 3. NFC and CCI are encouraged, not required to work together next year. 4. Have information regarding recipients available on the City's website. Motion Carried 6-0.

BOARD/COMMISSION ACTION(S):

Date: September 16, 2006

Roll Call Number: N/A

Action: The Neighborhood Revitalization Board (NRB) finalized funding recommendations.

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE