

COUNCIL COMMUNICATION

	Number: 19-249	Meeting: June 3, 2019
	Agenda Item: 31	Roll Call: 19-0889
	Submitted by: Chris Johansen, Community Development Director	

AGENDA HEADING:

Reprogramming of prior years' unspent Community Development Block Grant (CDBG) funding and other funds for the 2019 U.S. Department of Housing and Urban Development (HUD) Consolidated Plan Programs.

SYNOPSIS:

Approval of City Manager's recommendation for reprogramming unspent prior years' CDBG funds for the 2019 Action Plan.

FISCAL IMPACT:

Amount: \$5,202,754 (total allocations plus reprogrammed funds)

Funding Source: FY 2019 Operating Budget, Community Development: Special Revenue Funds, CDBG Fund, Page 61; HOME Investment Partnerships Program (HOME) Fund, Page 61; Homeless Fund, Page 61

ADDITIONAL INFORMATION:

- On November 5, 2018, the City Council approved the 2019 Action Plan based on funding estimates. On April 15, 2019, HUD announced the City's allocation amounts for the CDBG, HOME, and Emergency Solutions Grant (ESG) programs. The following is an analysis of the funding estimates used to plan for the 2019 Program Year and the actual amounts.
- For CDBG in 2019, the City will receive \$3,657,970, which is a decrease of \$34,192. After subtracting the amount for administration (20%) the City will have \$2,926,376 to allocate for projects.
- Additionally, it is being recommended to reprogram \$272,764.07 of unspent funding from administration and Neighborhood Based Service Delivery allocation in 2018.

- This allows \$3,199,140 to be allocated for projects. The funding recommendations for the 2019 Action Plan are consistent with the 5-year strategy for our consolidated plan. Please see below for detailed funding:

<u>ACTIVITY NAME</u>	<u>CDBG</u>
Neighborhood Conservation Services - Housing Opportunities	\$ 633,816
Neighborhood Revitalization Plan Implementation	\$ 349,140
Neighborhood-Based Service Delivery	\$1,616,184
Neighborhood Commercial Revitalization Loan Program	\$ 75,000
IMPACT Community Action Agency	\$ 150,000
Central Iowa Shelter & Services	\$ 375,000*

* This allocation has increased by \$200,000.

- For HOME in 2019, the City will receive \$958,732, which is a decrease of \$76,921. After subtracting the amount for administration (10%) the City will have \$862,858 to allocate for projects.
- Like in the past, this funding is being recommended for allocation to the Neighborhood Conservation Services Division.
- For ESG in 2019, the City will receive \$313,288, which is an increase of \$6,858. After subtracting the amount for administration (7.5%) the City will have \$289,791 for projects.
- The Continuum of Care (COC) Grant Committee will meet to allocate this funding and make a recommendation to the COC Board, the Homeless Coordinating Council (HCC), and the City Council for approval.

PREVIOUS COUNCIL ACTION(S):

Date: November 5, 2018

Roll Call Number: [18-1867](#)

Action: [On](#) the proposed 2019 Action Plan for the U.S. Department of HUD 2015-2019 Consolidated Plan. ([Council Communication No. 18-551](#)) Moved by Coleman to adopt. Motion Carried 7-0.

Date: June 11, 2018

Roll Call Number: [18-0995](#)

Action: [Reprogramming](#) and carryover of prior years' unspent CDBG funding and other funds for the 2018 U.S. Department of HUD Consolidated Plan Programs. ([Council Communication No. 18-287](#)) Moved by Gatto to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S):

Board: Neighborhood Revitalization Board

Date: May 1, 2019

Resolution Number: N/A

Action: Approve 2019 CDBG/HOME Funding. Unanimously approved.

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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