


# COUNCIL COMMUNICATION

	Number:	<b>19-476</b>	Meeting:	<b>November 4, 2019</b>
	Agenda Item:	<b>70</b>	Roll Call:	<b>19-1792</b>
	Submitted by:	<b>Chris Johansen, Community Development Director</b>		

## AGENDA HEADING:

Public hearing for approval of the proposed 2020-2024 Consolidated Plan, which includes the 2020 Action Plan, for the U.S. Department of Housing and Urban Development (HUD).

## SYNOPSIS:

As a recipient of federal grant funding from HUD, the City of Des Moines is required to submit a Consolidated Plan every five (5) years detailing how it intends to use those funds. The HUD funding includes Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), and Emergency Solutions Grant (ESG).

One (1) requirement before submitting the Consolidated Plan is to obtain public input about the plan. This public hearing is the final opportunity for the public to submit comments.

## FISCAL IMPACT:

Amount: \$18,289,850 in CDBG; \$4,793,660 in HOME; and \$1,566,440 in ESG for an estimated total of \$24,649,950 spread over calendar years 2020 through 2024.

Funding Source: This funding will come from the U.S. Department of Housing and Urban Development (HUD), subject to future appropriations.

## ADDITIONAL INFORMATION:

- The 2020-2024 Consolidated Plan details how the City of Des Moines intends to spend its federal entitlement grant funding. Additionally, the City is required to submit annual Action Plans that reaffirm or update programs and projects funded with CDBG, HOME, or ESG dollars. Annual Action Plans for the upcoming calendar year will be available for public and Council review each fall from late September through early November.
- Each program mentioned in the Consolidated Plan—CDBG, HOME, and ESG—has different focuses. CDBG funding is the most diverse funding stream. It provides decent housing and suitable living environments and expands economic opportunities, principally for low- and moderate-income persons. The HOME program funds housing projects, often in partnership with local nonprofit groups, including building, buying, and/or rehabilitating affordable housing for rent or homeownership or providing direct rental assistance to low-income people.

ESG is intended to assist people to quickly regain stability in permanent housing after experiencing a housing crisis and/or homelessness.

- The Consolidated Planning Process includes the following components:
  - Analysis of Impediments (AI) to Fair Housing, which the Council received and filed on August 5, 2019
  - Needs Assessment (included in 2020-2024 Consolidated Plan)
  - Market Analysis (included in 2020-2024 Consolidated Plan)
  - Strategic Plan (included in 2020-2024 Consolidated Plan)
  - 2020 Action Plan (included in 2020-2024 Consolidated Plan)
  - 2021, 2022, 2023, and 2024 Action Plans, which are submitted annually approximately 60 days after funding has been allocated by HUD
  - 2020, 2021, 2022, 2023, and 2024 Consolidated Annual Performance Evaluation Reports (CAPERs), which are submitted annually on or before March 31<sup>st</sup>
  
- Cloudburst Consulting Group was hired to write the 2020-2024 Consolidated Plan. Cloudburst consulted with local stakeholders and staff by small focus groups, an on-line survey, and one-on-one interviews to help determine the City’s goals and needs and the federally funded projects and activities to address those goals and needs.
  
- Five (5) goals were determined. They are listed below along with their outcome indicators and funding for the next five (5) years:

<b>2020-2024 Anticipated Outcomes</b>		<b>Funding</b>
<b>Goal 1: Affordable Housing</b>		
25	Rental units constructed	CDBG: \$13,544,150
10	Rental units rehabilitated	HOME: \$4,843,660
55	Homeowner housing added	
<b>Goal 2: Economic Development</b>		
10	Jobs created/retained	CDBG: \$150,000
4	Façade treatment/business building rehabilitation	
10	Businesses assisted	
<b>Goal 3: Public Services</b>		
100,000	Public service activities other than Low/Moderate Income Housing Benefit (Persons Assisted)	CDBG: \$1,000,000
<b>Goal 4: Reduce Homelessness</b>		
150	Homelessness Prevention (Persons Assisted)	ESG: \$1,450,000
5000	Homeless person overnight shelter (Persons Assisted)	CDBG: \$875,000
750	Tenant-based rental assistance/Rapid rehousing (Persons Assisted)	
<b>Goal 5: Enhance Infrastructure and Public Facilities</b>		
8,000	Public Facility or Infrastructure Activities other than Low-/Moderate-Income Housing Benefit (Persons Assisted)	CDBG: \$4,319,535

- The funding breakdown of projects to accomplish the above goals and outcomes is:

<b>Funding</b>	<b>CDBG Funding</b>	<b>HOME Funding</b>	<b>ESG Funding</b>	<b>Total Program Funding</b>
2020 HUD Allocations	\$ 3,657,970	\$ 968,732	\$ 313,288	\$ 4,939,990
Anticipated Program Income	\$ 164,767	\$ 50,000	\$ -	\$ 214,767
Prior Year Resources	\$ 200,000	\$ -	\$ -	\$ 200,000
<b>Totals</b>	<b>\$ 4,022,737</b>	<b>\$ 1,018,732</b>	<b>\$ 313,288</b>	<b>\$ 5,354,757</b>
<b>2020 Projects</b>	<b>CDBG Funding</b>	<b>HOME Funding</b>	<b>ESG Funding</b>	<b>Total Program Funding</b>
1 Administration	\$ 458,830	\$ 96,873	\$ -	\$ 555,703
2 CDBG Emergency Repair Loan Fund	\$ 633,816	\$ -	\$ -	\$ 633,816
3 Neighborhood-Based Service Delivery - Code Enforcement	\$ 1,616,184	\$ -	\$ -	\$ 1,616,184
4 Public Facilities and Infrastructure Improvements	\$ 863,907	\$ -	\$ -	\$ 863,907
5 Neighborhood Revitalization Commercial Loan Fund	\$ 75,000	\$ -	\$ -	\$ 75,000
6 Public Service Projects	\$ 375,000	\$ -	\$ -	\$ 375,000
7 HOME Activities	\$ -	\$ 671,859	\$ -	\$ 671,859
8 CHDO Activities	\$ -	\$ 250,000	\$ -	\$ 250,000
9 ESG Program and Administration	\$ -	\$ -	\$ 313,288	\$ 313,288
<b>Totals</b>	<b>\$ 4,022,737</b>	<b>\$ 1,018,732</b>	<b>\$ 313,288</b>	<b>\$ 5,354,757</b>

**PREVIOUS COUNCIL ACTION(S):**

Date: September 23, 2019

Roll Call Number: [19-1496](#)

Action: [On](#) the proposed 2020-2024 Consolidated Plan, which includes the 2020 Action Plan, for the US Department of Housing and Urban Development (HUD) Consolidated Plan, (11-4-19). Moved by Gatto to adopt. Motion Carried 7-0.

Date: August 5, 2019

Roll Call Number: [19-1278](#)

Action: [On](#) proposed 2019 Analysis of Impediments to Fair Housing for the U.S. Department of Housing and Urban Development (HUD) Consolidated Plan. ([Council Communication No. 19-331](#)) Moved by Gatto to adopt and receive and file document. Motion Carried 7-0.

**BOARD/COMMISSION ACTION(S): NONE**

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:**

The Council will be asked to approve subsequent Annual Action Plans and CAPERs for each year within the Consolidated Plan (2020-2024).

For more information on this and other agenda items, please call the City Clerk’s Office at 515-283-4209 or visit the Clerk’s Office on the first floor of City Hall, 400 Robert D Ray Drive. Council agendas are available to the public at the City Clerk’s Office on Thursday afternoon preceding Monday’s Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk’s Office or sending their request via email to [cityclerk@dmgov.org](mailto:cityclerk@dmgov.org).