


COUNCIL COMMUNICATION

 CITY OF DES MOINES OFFICE OF THE CITY MANAGER	Number:	24-105	Meeting:	March 18, 2024
	Agenda Item:	45	Roll Call:	24-0448
	Submitted by:	Chris Johansen, Neighborhood Services Department Director		

AGENDA HEADING:

Public hearing for approval of the 2023 Consolidated Annual Performance and Evaluation Report (CAPER) for submission to the U.S. Department of Housing and Urban Development (HUD).

SYNOPSIS:

As a condition of receiving federal entitlement funds, such as Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), and Emergency Solutions Grant (ESG), the City must annually report how those funds were used via the CAPER. HUD also requires the City to publish and allow the public to comment on the activities and programs funded. After the public hearing, the CAPER will be submitted to HUD for final review and approval. All accomplishments or results are for the timeframe January 1, 2023 through December 31, 2023.

FISCAL IMPACT:

Amount: CDBG: \$3,743,198
HOME: \$1,120,883
ESG: \$ 336,226

Funding Source: HUD provided funding through the entitlement CDBG, HOME, and ESG for Program Year (PY) 2023.

ADDITIONAL INFORMATION:

- Des Moines achieved some but not all of its 2023 goals under the regular entitlement programs. Due to the Covid-19 pandemic in 2020 through 2022, it is not on target to meet its 2020-2024 Consolidated Plan goals. Programs created in 2022 began seeing results and completing projects in 2023 so substantial progress on Consolidate Plan goals is expected in 2024.
- The City constructed and closed nine (9) new homeowner housing units and therefore nine (9) homebuyers received direct financial assistance. All of the units were constructed by Habitat for Humanity and utilized HOME funds.
- IMPACT Community Action Agency, a local nonprofit that provides energy, food, and housing assistance along with connecting residents to other vital resources, served 86,592 clients. It greatly exceeded its 2023 projected goal of 20,000 clients.

2023 Annual Action Plan Goals with Entitlement Funds		
Indicator	2023 Goal	2023 Actual
Affordable Housing		
New Rental Units Constructed	5	0 ^a
New Homeowner Housing Units Constructed	12	9
Direct Financial Assistance to Homebuyers	12	9
Rental Units Rehabilitated	0	0 ^b
Homeowner Housing Units Rehabilitated	20	11 ^c
Housing Code Enforcement/Foreclosed Property Care	5,000	5,296
Homelessness Strategy		
Households Assisted with Rapid Rehousing	35	0
Homeless Persons Assisted with Overnight Shelter	1,000	2,425
Public Services		
Persons Assisted with Public Service Activities	20,000	86,592

^a Star Lofts is a new construction rental property that was awarded \$350,000 in HOME funding in late 2022. Construction began in early 2023. It is expected to contain 20 total mixed-income rental units, two (2) of which will be HOME units. Figures for this project will be included in a future CAPER once completed and leased.

^b Professor Holdings is rehabbing seven (7) total rental units, four (4) of which will be affordable. It was awarded \$80,000 in CDBG funding in late 2022. Construction was completed in late 2023 but the project will officially be closed and leased in 2024.

BTB Investments 2 is rehabbing 40 total rental units, all of which will be affordable. It was awarded \$1,000,000 in CDBG funding in 2023. Construction is expected to continue over the next four (4) years.

36th on 6th is rehabbing a historic building with four (4) total rental units, three (3) of which will be affordable. It was awarded \$500,000 in CDBG funding in 2023. Construction is expected to start and be completed in 2024.

Figures for these projects will be included in a future CAPER once completed and leased.

^c Casa Vista contains five (5) total owner-occupied units, (3) of which are low- or moderate-income households. It was awarded \$125,000 in CDBG funding in 2021. Construction was started in 2022 and completed in 2023.

Improving Our Neighborhood (ION) program allocated almost \$700,000 in CDBG funding to 10 owner-occupied rehab projects in 2023, all of which were low- or moderate-income households. Construction began and was completed on eight (8) projects. The other two (2) were completed in early 2024.

PREVIOUS COUNCIL ACTION(S):

Date: February 19, 2024

Roll Call Number: [24-0251](#)

Action: On approval of the 2023 HUD CAPER, (3-18-24). Moved by Gatto to adopt. Second by Voss. Motion Carried 6-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE

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