



Roll Call Number

09-2324

Agenda Item Number

53

Date December 21, 2009

**COMMUNICATION FROM THE CITY MANAGER REGARDING PROGRAM YEAR 2011
COMMUNITY DEVELOPMENT BLOCK GRANT FUNDING (CDBG) FUNDING
ALLOCATIONS AND APPROVAL OF CITY MANAGER RECOMMENDATIONS**

WHEREAS, at their meeting on June 3, 2009, the Neighborhood Revitalization Board (NRB) approved the updated goal statements for the Five Year (2010–2014) U.S. Department of Housing and Urban Development (HUD) Consolidated Plan Strategy and approved a motion to recommend the goal statements to the City Council for approval along with Notices Of Funding Availability (NOFAs) for the First (2010) and Second (2011) Year Action Plans of the 2010-2014 HUD Consolidated Plan; and

WHEREAS, on June 22, 2009, by Roll Call No. 09-1084, the City Council approved the recommendations of the NRB regarding the Program Year (PY) 2010 and 2011 NOFAs and directed and authorized the Community Development Department to distribute NOFAs to potential operating agencies and City Departments for programs and projects which address the goals and objectives of the First (2010) and Second (2011) Year Action Plans of the 2010-2014 HUD Consolidated Plan; and

WHEREAS, on September 28, 2009, by Roll Call No. 09-1748, in order to provide a forum for public comment on the City's proposed First (2010) Year Action Plan of the HUD Consolidated Plan, the City Council set a public hearing for November 9, 2009, and by Roll Call No. 09-1749, the City Council received the funding recommendations for the First (2010) Year Action Plan of the 2010-2014 HUD Consolidated Plan from the Neighborhood Revitalization Board (NRB); and

WHEREAS, at their meeting on November 9, 2009, the City Council held the public hearing for all persons seeking to express their views regarding the First (2010) Year Action Plan of the 2010-2014 HUD Consolidated Plan, and by Roll Call No. 09-2055, the City Council approved the City Manager's recommendations as amended for PY 2010, stated Council's intention to reduce future CDBG funding for potential operating agencies, and further requested that the City Manager submit his recommendation to Council regarding the funding process and implementation of necessary policy changes and procedures; and

WHEREAS, following discussion with the NRB, the City Manager now recommends that the City proceed to offer reduced CDBG funding to certain operating agencies, as identified in Council Communication No. 09-895, for the Second (2011) Year Action Plan of the 2010-2014 HUD Consolidated Plan (PY 2011), in order to help these agencies transition toward the anticipated total loss of City-provided CDBG funding beginning in year 2012, subject to the following:

- (1) That the eligible and selected operating agencies receive a PY 2011 CDBG funding allocation of fifty percent (50%) or less of the amount of their current PY 2010 allocation; and
- (2) That such funding be subject to review and recommendation by the Neighborhood Revitalization Board and final approval by the City Council.

WHEREAS, the City Manager now further recommends that the Second (2011) Year Action Plan of the 2010-2014 HUD Consolidated Plan (PY 2011) will be the final year that non-profit agencies will be allocated City-provided CDBG funding.

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NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa, that the City Manager recommendations as set forth above for the Second (2011) Year Action Plan of the 2010-2014 HUD Consolidated Plan (PY 2011) are hereby approved and adopted, subject to further Council action and public hearing on the Second (2011) Year Action Plan.

BE IT FURTHER RESOLVED that the recommendation that the Second (2011) Year Action Plan of the 2010-2014 HUD Consolidated Plan (PY 2011) will be the final year that non-profit agencies will be allocated City-provided CDBG funding is hereby approved and adopted, subject to further Council review.

(Council Communication No. 09- 895)

APPROVED AS TO FORM:

Glenna Frank by AD
Glenna Frank
Assistant City Attorney

MOVED BY Coleman TO support the City Manager's recommendations as follows:
100% funding in the First Year
50% funding in the Second Year
25% funding in the Third Year to be supplemented by any available reprogramming dollars and will be paid during the Fourth Quarter of the Second Year.

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE	✓			
COLEMAN	✓			
HENSLEY	✓			
KIERNAN		✓		
MAHAFFEY	✓			
MEYER	✓			
VLAŠIS		✓		
TOTAL	5	2		

CERTIFICATE

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

MOTION CARRIED APPROVED
T. M. Franklin
Mayor

Diane Rauh City Clerk