

Agenda Report

DATE: JUNE 5, 2000

TO: CITY COUNCIL/COMMUNITY DEVELOPMENT COMMISSION

FROM: CYNTHIA J. KURTZ, CITY MANAGER/CHIEF EXECUTIVE OFFICER

SUBJECT: JOINT PUBLIC HEARING: APPROVAL OF ANNUAL ACTION PLAN (2000-2001) FOR THE CITY'S PARTICIPATION IN THE U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT ("HUD") COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG), EMERGENCY SHELTER GRANT (ESG), HOME INVESTMENT PARTNERSHIP ACT (HOME), AND HOPWA (HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS) PROGRAMS; AND RELATED HUMAN SERVICES ENDOWMENT FUND (HSEF) ALLOCATIONS

RECOMMENDATION:

It is recommended that upon close of the public hearing the City Council and Community Development Commission adopt a resolution:

1. Approving the Annual Action Plan (2000-2001) which includes the following funding allocations: CDBG - \$2,596,535; HOME - \$1,153,000; ESG - \$89,000, plus matching Low and Moderate Income Housing Trust Funds - \$89,000; and the related annual Human Services Endowment Fund - \$120,000, allocations;
2. Authorizing the City Manager/Chief Executive Officer to execute, and the City Clerk to attest, the Annual Action Plan (2000-2001) and any and all other documents deemed necessary by HUD to obtain the allocation of the aforementioned federal CDBG, ESG, and HOME funds in accordance with the plan; and
3. Authorizing, upon approval by HUD of the City of Pasadena's application, the City Manager/Chief Executive Officer on behalf of the City of Pasadena and the Community Development Commission to execute, and the City Clerk to attest, the recipient and/or sub-recipient agreements, in a form acceptable to the City

Attorney, for all the recipients and/or sub-recipients recommended for a funding allocation as contained in this report.

BACKGROUND:

The Annual Action Plan (2000-2001) sets forth the projected use of funds for the coming year. Among the items addressed in the Action Plan are available resources for program implementation, activities to be undertaken, program guidelines, and monitoring. Five funding sources are available for allocation to recipients/sub-recipients for the provision of "public/human service" and "non-public service" projects. This represents a total available allocation of \$4,047,535 to fund the proposed projects as outlined below.

FUNDING TABLE - 2000 - 2001 PY

<i>Funding Sources</i>	<i>Amount</i>
CDBG-Entitlement	\$2,504,000
CDBG-HUD Reallocated	\$17,535
CDBG-Program Income	\$75,000
HOME	\$1,153,000
ESG/HTF	\$178,000
HSEF	\$120,000
TOTAL FUNDING	\$4,047,535

On September 27, 1999, the City Council approved the needs assessment and program priorities recommended by the Northwest and Human Services Commissions, respectively, for inclusion in the CDBG/ESG/HSEF Request for Proposal. On October 13, 1999, the RFP was released with a stated deadline for submission of proposals by December 10, 1999. Forty-one proposals were received (10 non-public service and 31 public/human service projects) as identified on Attachments "A" and "B", respectively.

On March 20, 2000, City Council approved the CDBG City Set-Aside in the amount of \$1,422,426 (\$657,287 for four eligible non-public service projects, \$389,539 for Section 108 Repayment and \$375,600 for CDBG Administration). These projects are listed in Exhibit "C" - City Council Agenda Report (3/20/00).

On April 19, 2000, the Northwest Commission finalized funding recommendations for the 2000 - 2001 CDBG Program Year non-public service projects. Eight projects in the economic development, housing, capital improvement, and planning/administration categories were recommended for funding in the amount of \$784,629. The Northwest Commission funding recommendations are listed on Attachment "D."

On May 1, 2000, the Human Services Commission finalized their funding recommendations for the CDBG, ESG, and HSEF 2000-2002 Program Years public/human service projects. Twenty-three projects are recommended for funding in the amount of \$687,480. The Human Services Commission funding recommendations are listed on Attachment "E."

The HOME funds totaling **\$1,153,000** for the **five** housing categories identified on Attachment "F" will be part of the 2000-2001 Commission budget which will be submitted in June 2000 for Council approval.

FISCAL IMPACT:

Approval of the Annual Action Plan (2000-2001) by the City Council/Community Development Commission and subsequent approval by HUD will contribute \$3,838,535 in federal dollars toward achievement of the City affordable housing and community development goals through funding from the CDBG, ESG and HOME Programs.

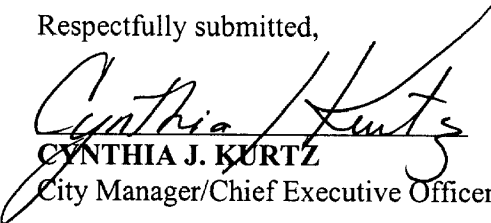
Approval of the 2000/01 PY CDBG funding recommendations will obligate \$2,596,535 for the proposed projects. This amount includes the approved 2000/01 PY City Set-Aside projects.

Approval of the 2000/01 PY HOME funding recommendations will obligate \$1,153,000 for the proposed project categories.

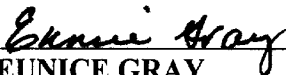
Approval of the 2000/01 PY ESG funding recommendations will obligate \$178,000 (\$89,000 in ESG funds and \$89,000 in matching Housing Trust Fund) for the proposed projects.

Approval of the 2000/02 Human Services Endowment Fund (HSEF) funding recommendations will obligate \$120,000 annually from HSEF accrued interest earnings for the proposed projects.

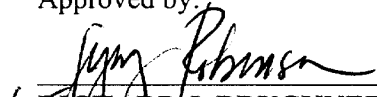
Respectfully submitted,



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