

Agenda Report

DATE: MARCH 15, 2004
TO: CITY COUNCIL
FROM: CYNTHIA J. KURTZ, CITY MANAGER
SUBJECT: COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM
CITY SET-ASIDE RECOMMENDATIONS (2004-2005 PROGRAM YEAR)

RECOMMENDATION:

It is recommended that City Council approve 2004-2005 Community Development Block Grant (CDBG) Program City Set-Aside of \$1,654,672 allocating \$908,100 for four eligible City administered non-public service projects and \$746,572 for the Section 108 Loan Repayment and CDBG Program Administration.

BACKGROUND:

The City has been advised by the U.S Department of HUD that the Annual CDBG Entitlement for the 2004-2005 Program Year is \$2,715,191. \$25,000 in 2003-2004 program income is also available at this time. The total 2004-2005 PY CDBG funding is \$2,740,191.

On January 25, 1999 City Council approved the annual set aside of CDBG funds for eligible City administered projects recommended by the City Manager. In accordance with that action, it is recommended that the City Council approve 2004-2005 CDBG City Set-Aside for the following six eligible non-public service projects:

Proposed Projects	Funding Recommendations
(1) Employment Hall	\$60,000
(2) Code Enforcement Task Force	\$261,000
(3) Maintenance Assistance Services to Homeowners (MASH) Program	\$557,100
(4) Business Development	\$30,000
(5) Section 108 Loan Repayment	\$296,572
(6) CDBG Program Administration	\$450,000
Total	\$1,654,672

All proposed projects meet the local and U. S. Department of HUD defined threshold requirements and are in accordance with the established funding priorities as set forth and

approved by City Council for the 2004-2005 CDBG Program Year. Exhibit "A" provides information regarding the recommended funding for the proposed projects, prior year funding, and a brief project description.

Based on the approval of the recommended CDBG City Set-Aside (\$1,654,672) funds in the amount of \$1,085,519 remains available for recommended funding allocations to both eligible non-public and public/human service projects by the Northwest (\$674,491) and Human Services Commissions (\$411,028), respectively.

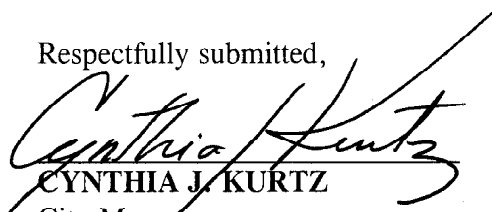
CHILDREN, YOUTH AND FAMILY IMPACT:

It is anticipated that the approval of the above mentioned recommendation would provide economic development, housing rehabilitation, code enforcement activities, etc., that will benefit local children and families. These services will contribute to a positive impact on the quality of life for the affected households and/or individuals.


FISCAL IMPACT:

The funds referenced in this report are federal dollars. Approval of the subject recommendation will augment services currently being provided by the City to local residents. There is no fiscal impact to the City as a result of this action.


Respectfully submitted,


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City Manager

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