

Agenda Report

May 2, 2016

TO: Honorable Mayor and City Council

THROUGH: Economic Development and Technology Committee

FROM: Housing and Career Services Department

SUBJECT: APPROVAL OF THE ANNUAL ACTION PLAN (2016-2017) AND RELATED FUNDING APPLICATIONS FOR THE COMMUNITY DEVELOPMENT BLOCK GRANT, HOME INVESTMENT PARTNERSHIP ACT, AND EMERGENCY SOLUTIONS GRANT PROGRAMS

RECOMMENDATION:

It is recommended that upon close of the public hearing the City Council approve:

- 1) Find that the recommended action is exempt from the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines per Section 15061(b)(3);
- 2) An application for CDBG entitlement funds in the amount of \$1,794,088, and the expected \$225,000 in program income for a total availability of \$2,019,088 for 2016-2017 CDBG program activities;
- 3) An application for ESG entitlement funds in the amount of \$160,921 for 2016-2017 ESG funded activities;
- 4) An application for HOME entitlement funds in the amount of \$507,945, and expected program income of \$116,023 for a total availability of \$623,968 for 2016-2017 HOME program activities; and
- 5) Authorization of the Interim City Manager to execute, and the City Clerk to attest, the Annual Action Plan (2016-2017), the grant applications, certifications, and any and all other documents deemed necessary by HUD to obtain the allocation of the aforementioned federal entitlement funds.

ADVISORY COMMISSION RECOMMENDATIONS

On February 9, 2016 the Northwest Commission finalized recommendations for City Council consideration for CDBG non-public service projects listed in Attachment A.

On March 9, 2016, the Human Services Commission recommended that the City Council approve the two year funding allocations for CDBG & ESG listed in Attachment A.

BACKGROUND:

Annual Action Plan (2016-2017):

The Annual Action Plan sets forth the projected uses of funds for the coming program year, and addresses the available resources for program implementation, activities to be undertaken, program guidelines, and monitoring. The Plan addresses the efforts made toward accomplishing the goals and objectives included in the City's Five-Year Consolidated Plan (2015-2019). The Draft Annual Action Plan (Attachment B) was available for public review and comment from March 30 through May 2, 2016, during which period no comments were received. Any comments made at the Public Hearing on May 2, 2016, will be included in the Plan's final version. The table below shows the anticipated goals and allocated funding planned for the upcoming program year:

Funding Availability:

Annually, the City distributes entitlement funds to address community needs through housing, homeless prevention, public service, infrastructure and public facility improvements. The table below summarizes anticipated federal entitlement funding availability for 2016-2017:

Anticipated Funding Availability (2016-2017)

Funding Source		Amount
1	CDBG Annual Entitlement	\$1,794,088
2	CDBG Anticipated Program Income	\$225,000
4	Emergency Solutions Grant (ESG) Program	\$160,921
5	HOME Annual Entitlement	\$507,945
6	HOME Unspent Carryover Funds	\$945,210
7	HOME Anticipated Program Income	\$116,023
Total		\$3,749,187

Of this total, \$2,032,512 will be allocated in 2016-2017 for the proposed project/ services/activities identified in Attachment A.

Annual Action Plan 2016-2017 (Year 2) Goals and Funding

	Year 2 Goals	Year 2 Funding
Housing	Owner-Occupied Housing Rehabilitated: 24 Housing Units	CDBG: \$625,000
Public Service	555 Persons Assisted	CDBG: \$271,905
Homelessness	Tenant-based Rental Assistance: 60 Households Assisted Homeless Shelters: 350 Persons Assisted Homelessness Prevention: 99 Persons Assisted Coordinated Entry: 500 Persons Assisted Street Outreach: 10 Persons Assisted	ESG: \$146,452
Public Facility Improvements	4 Building Facilities	CDBG: \$215,930
Infrastructure Improvements	5,790 Persons Assisted	CDBG: \$128,543
Economic Development	20 Businesses Assisted	CDBG: \$164,000

COUNCIL POLICY CONSIDERATION:

This proposed action supports the City Council Strategic Planning Three-Year Goals in the areas of improving, maintaining, and enhancing public facilities and infrastructure; improving mobility and accessibility throughout the City of Pasadena; and supporting and promoting the quality of life and the local economy.

ENVIRONMENTAL ANALYSIS:

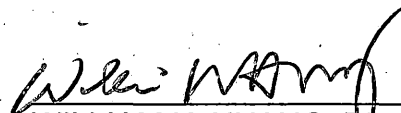
This report is for information only and as such is exempt from the California Environmental Quality Act (CEQA), pursuant to State CEQA Guidelines Section 15061 (b)(3), the "General Rule" provision of CEQA which applies to projects which may have the potential for causing a significant effect on the environment. Where it can be seen

with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA.


FISCAL IMPACT:

The recommended actions will have no direct fiscal impact. Approval of the Annual Action Plan (2016-2017) by the City Council and subsequent approval by HUD will provide an annual allocation of \$2,462,954 for housing, community development, and homeless prevention activities. These federal funds will be included as revenue in the proposed FY 2017 operating budget of the Housing and Career Services Department. Approval also enables the City to be eligible for other federally funded programs requiring consistency with an adopted Five-Year Consolidated Plan and Annual Action Plan.

Respectfully submitted,


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Approved by:


STEVE MERMELL
Interim City Manager

Attachments: (2)

Attachment A – CDBG, ESG, and HOME 2016-17 Funding Recommendations

Attachment B - DRAFT 2016-2017 Annual Action Plan