DATE: October 6, 2025

TO: Human Services Commission Members

FROM: Donna Adair, Human Services Planner/CDBG Coordinator

SUBJECT: 2026 CDBG Funding Application Process

Background

In 2025 the Community Development Block Grant (CDBG) HUD funding allocations were not announced until May and 2025 CDBG grant funds were received 9/23/25. CDBG funding uncertainty remains a concern for the CDBG 2026 program year. There is a risk that funding will be either reduced or eliminated. Therefore, the city is choosing to continue to fund currently funded subrecipients rather than issue an RFP. This process is outlined in the City's CDBG policies and procedures manual. The following are the steps that will be taken during the 2026 funding cycle.

- CDBG Subrecipients completed an Application Update Form, a shorter form of the competitive application form, which was due September 11, 2025.
- Staff reviewed and determined if the projects are eligible.
- HSC Votes to recommend the continued funding in October 2025.
- The City Council approves the final funding allocations in November 2025.

The projected 2026 CDBG funding available is made up of the estimated 2026 entitlement from HUD and the estimated 2026 program income. Repaid deferred housing repair loans are the source of the program income. All 2026 CDBG funding is contingent on the City of Bellevue receiving its 2026 CDBG HUD formula grant allocation.

2026 CDBG REVENUE PROJECTIONS

Revenue Sources	Estimates
Prior Year Funds Available for Reprogramming	\$0
Projected 2026 Program Income (Repaid Deferred Repair Loans)	\$150,000
Projected 2026 Bellevue Entitlement (based on 25 entitlement)	\$850,000
Total Projected Available Funds for 2026 Program Year	\$1,000,000