

December 5, 2016

CITY COUNCIL AGENDA MEMORANDUM

SUBJECT

Ordinance adopting recommendations for the use of 2017 Community Development Block Grant (CDBG) funds as transmitted by the Human Services Commission; authorizing the City Manager or his designee to submit a proposal to the United States Department of Housing and Urban Development (HUD) for the 2017 CDBG Program; authorizing the City Manager or his designee to accept a grant award contract with HUD; creating a new project series within the Operating Grants and Donations Fund; and authorizing the City Manager or his designee to enter into agreements with grant sub-recipients.

FISCAL IMPACT

This Ordinance accepts a grant from HUD and authorizes the expenditure of an estimated \$923,147 to implement the 2017 CDBG recommendations as submitted by the Bellevue Human Services Commission. Funding for these expenditures is provided by an estimated \$635,872 from HUD's 2017 CDBG Grant Program, \$200,000 of anticipated 2017 home repair loan repayment income, and \$87,275 in prior year unspent funds.

STAFF CONTACTS

Patrick Foran, Director, 452-5377

Terry Smith, Assistant Director, 452-5379

Emily Leslie, Human Services Manager, 452-6452

Parks & Community Services Department

POLICY CONSIDERATION

Consolidated Housing and Community Development Plan:

This action will be consistent with and carries out the goals and objectives of the City's 2015-2019 Consolidated Housing and Community Development Plan. For 2017, projects have been selected for funding that meet Housing Element policies HO-7, HO-22, HO-28, HO-30, Economic Development Policies ED-7, ED-10, and all policies within the Human Services Element.

BACKGROUND

The Human Services Division estimates the City will have \$923,147 in 2017 CDBG funds available for allocation. Of this total, \$685,000 is recommended for allocation to capital and other projects, \$100,649 for human services programs (referred to as "public services" by HUD), and \$137,498 for human services planning and grant administration.

The Commission held a public hearing on July 19, 2016, to collect comments on their preliminary funding recommendations. After considering the public input received, the Commission finalized the 2017 CDBG recommendations and presented them to Council on November 7, 2016. The funding recommendations are included in Attachment A.

The Commission is including a funding Contingency Plan as Attachment B with their base

recommendations. This plan guides funding levels for 2017 CDBG programs if the actual entitlement amount is greater or less than the estimated entitlement amount.

EFFECTIVE DATE

If approved, this Ordinance becomes effective on December 15, 2016.

OPTIONS

1. Adopt the Ordinance adopting recommendations for the use of 2017 Community Development Block Grant (CDBG) funds as transmitted by the Human Services Commission; authorizing the City Manager or his designee to submit a proposal to the United States Department of Housing and Urban Development (HUD) for the 2017 CDBG Program; authorizing the City Manager or his designee to accept a grant award contract with HUD; creating a new project series within the Operating Grants and Donations Fund; and authorizing the City Manager or his designee to enter into agreements with grant sub-recipients.
2. Do not adopt the Ordinance and provide alternative direction to staff.

RECOMMENDATION

Option 1.

MOTION

Move to adopt Ordinance No. 6327 adopting recommendations for the use of 2017 Community Development Block Grant (CDBG) funds as transmitted by the Human Services Commission; authorizing the City Manager or his designee to submit a proposal to the United States Department of Housing and Urban Development (HUD) for the 2017 CDBG Program; authorizing the City Manager or his designee to accept a grant award contract with HUD; creating a new project series within the Operating Grants and Donations Fund; and authorizing the City Manager or his designee to enter into agreements with grant sub-recipients.

ATTACHMENTS

- A. 2017 CDBG Funding Recommendations
 - B. 2017 CDBG Funding Contingency Plan
- Proposed Ordinance No. 6327

AVAILABLE IN COUNCIL DOCUMENT LIBRARY

N/A