

**CITY COUNCIL REGULAR SESSION**

Ordinance 1) adopting recommendations for the use of 2019 Community Development Block Grant funds as transmitted by the Human Services Commission; 2) authorizing the City Manager or his designee to submit a proposal to the United States Department of Housing and Urban Development (HUD) for the 2019 CDBG Program; 3) authorizing the City Manager or his designee to accept a grant award contract with HUD; 4) creating a new project series within the Operating Grants and Donations Fund; and 5) authorizing the City Manager or his designee to enter into agreements with grant subrecipients.

Patrick Foran, Director, 452-5377

Toni Esparza, Assistant Director, 452-5379

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*Parks & Community Services Department*

**EXECUTIVE SUMMARY**

This Ordinance adopts the Human Services Commission's 2019 Community Development Block Grant funding recommendations as presented to the Council at the November 5 Study Session.

**RECOMMENDATION**

Move to adopt Ordinance No. 6438.

If approved, effective date: 12/13/2018

**BACKGROUND/ANALYSIS**

The annual amount of Community Development Block Grant (CDBG) funding received by the City is based on a formula calculated by HUD. Bellevue's exact CDBG entitlement amount for 2019 will not be known until after the 2019 federal budget has been adopted. The annual CDBG budget also includes loan paybacks, known as program income, from the Major Home Repair program. The estimated CDBG budget for 2019 is as follows:

2019 Estimated CDBG Entitlement:	\$ 754,998
2019 Estimated Program Income:	175,000
Unallocated Prior Year Funds:	<u>250,000</u>
<b>Total Estimated 2019 Funds:</b>	<b>\$1,179,998</b>

The Human Services Commission's 2019 CDBG funding recommendations (Attachment A) were presented to the Council at the November 5 Study Session. The Contingency Plan (Attachment B) outlines how the funding will be allocated if the actual CDBG budget is higher or lower than the estimated amount.

**POLICY & FISCAL IMPACTS****Policy Impact**

Comprehensive Plan, Human Services Element:

HS-3. Identify opportunities and develop strategies that are preventive in their approach to human services needs.

HS-4. Allocate funds and other resources across the continuum of human service needs by soliciting proposals from nonprofit agencies for services benefiting low- and moderate-income residents.

HS-12. Support and actively coordinate with local, regional, and national efforts that address local human services needs to ensure local programs complement programs provided at the county, state and federal level.

HS-14. Support agencies locating human services facilities in Bellevue and, where appropriate, encourage efficiencies through agency collocation and collaboration.

### **Fiscal Impact**

This Ordinance accepts a grant from HUD and authorizes the expenditure of an estimated \$1,179,998 to implement the 2019 CDBG recommendations as submitted by the Bellevue Human Services Commission. Funding for these expenditures is provided by an estimated \$754,998 from HUD's 2019 CDBG Grant Program, \$175,000 of anticipated 2019 home repair loan repayment income, and an estimated \$250,000 in prior year unspent funds.

### **OPTIONS**

1. Adopt the Ordinance 1) adopting recommendations for the use of 2019 Community Development Block Grant funds as transmitted by the Human Services Commission; 2) authorizing the City Manager or his designee to submit a proposal to the United States Department of Housing and Urban Development (HUD) for the 2019 CDBG Program; 3) authorizing the City Manager or his designee to accept a grant award contract with HUD; 4) creating a new project series within the Operating Grants and Donations Fund; and 5) authorizing the City Manager or his designee to enter into agreements with grant subrecipients.
2. Do not adopt the Ordinance and provide alternative direction to staff.

### **ATTACHMENTS & AVAILABLE DOCUMENTS**

- A. 2019 CDBG Funding Recommendations
  - B. 2019 CDBG Funding Contingency Plan
- Proposed Ordinance No. 6438

### **AVAILABLE IN COUNCIL LIBRARY**

N/A