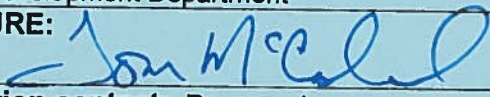


TO: Mayor via City Secretary

REQUEST FOR COUNCIL ACTION

SUBJECT: An Ordinance authorizing "Substantial Amendments" to the Budget Pages and/or Project Sheets contained in the 2010, 2012, 2013, 2015, and 2016 Annual Action Plans for the reallocation of \$3,000,000 in CDBG funds		Category #	Page 1 of 1	Agenda Item #
FROM (Department or other point of origin): Tom McCasland, Interim Director Housing and Community Development Department		Origination Date 10/25/16	Agenda Date	
DIRECTOR'S SIGNATURE: 		Council District(s) affected: All Districts		
For additional information contact: Roxanne Lawson Phone: 832-394-6307		Date and identification of prior authorizing Council action:		

RECOMMENDATION: (Summary) Approval of an Ordinance authorizing "Substantial Amendments" to the Budget Pages and/or Project Sheets contained in the 2010, 2012, 2013, 2015, and 2016 Annual Action Plans for the reallocation of \$3,000,000 in CDBG funds

Amount of Funding: NO NEW FUNDING REQUIRED **Finance Budget:**

SOURCE OF FUNDING [] General Fund [x] Grant Fund [] Enterprise Fund [] Other
Community Development Block Grant (Fund 5000)

SPECIFIC EXPLANATION: In accordance with HUD's Citizen's Participation Plan (CPP) regulations, the City is required to amend components of its Consolidated Plan/Annual Action Plan for a variety of reasons, including when a reallocation of funds increases or decreases the budget of an activity by more than 25% or when a new activity is added to an Annual Action Plan. The Housing and Community Development Department (HCDD) is moving forward with its Homebuyer Assistance Program. Therefore, funds are being allocated from remaining balances on completed or cancelled projects. HCDD recommends moving \$3,000,000 in Community Development Block Grant (CDBG) funds from Public Facilities and Improvements, Lead-Based Paint Matching Grant, Multifamily Housing, Code Enforcement, and Acquisition to Homebuyer Assistance. The Homebuyer Assistance activity will be increased in the 2010 program year and the activity will be added for the 2012, 2013, 2015, and 2016 program years. The funds will be used to assist eligible homebuyers with half of the lender required down payment amount, eligible closing costs, principle write-down, and project delivery costs associated with implementing the program. To be eligible for the program, the homebuyer must be at or below 80% of the area median income (i.e. \$55,350 for a family of 4). Specifics of the proposed reallocations are listed on the table attached to this RCA. This item was reviewed by the Housing and Community Affairs Committee on November 15, 2016.

TM:BS:DS

Cc: City Secretary, Legal Department, Finance Department, Mayor's Office

Attachment

REQUIRED AUTHORIZATION

Finance Director:	Other Authorization:	Other Authorization:
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SUBSTANTIAL AMENDMENT REALLOCATION AND CHANGES SUMMARY

Community Development Block Grant (CDBG) Budget Changes			
Budget Year Amended	Activity	Budget Decrease	Budget Increase
2010	Public Facilities and Improvements (Community Facilities) -Unallocated	(\$6,000.00)	
2010	Homebuyer Assistance		\$6,000.00
2012	Lead-Based Paint Matching Grant - Transfer to Health Dpt.	(\$71.45)	
2012	*Homebuyer Assistance		\$71.45
2013	Public Facilities and Improvements (Public/Private)	(\$414.00)	
2013	*Homebuyer Assistance		\$414.00
2015	Public Facilities and Improvements (Public/Private)	(\$1,112,950.38)	
2015	Multifamily Housing	(\$0.75)	
2015	Code Enforcement	(\$79,618.85)	
2015	*Homebuyer Assistance		\$1,192,569.98
2016	Acquisition	(\$1,800,944.57)	
2016	*Homebuyer Assistance		\$1,800,944.57
Total CDBG Budget Changes		(\$3,000,000.00)	\$3,000,000.00

*Indicates a new activity for the Plan year