



## CITY OF HOUSTON - CITY COUNCIL

Meeting Date: 11/13/2019

ALL

Item Creation Date: 4/26/2019

HCD19-50 Amendment to the Contract with GLO for CDBG-DR17 Funds

Agenda Item#: 17.

### **Summary:**

#### **NOT A REAL CAPTION**

ORDINANCE approving and authorizing an amendment to Contract between the City of Houston and **TEXAS GENERAL LAND OFFICE (GLO)** to increase Community Development Block Grant Disaster Recovery (CDBG-DR) funding - \$99,923,703.00 - CDBG-Disaster Recovery Hurricane Harvey -Federal State Local – Pass Through Fund

### **Background:**

The Housing and Community Development Department (HCDD) recommends Council approval of an ordinance authorizing the Mayor, or Mayor's designee, to execute an amendment to contract No. 19-147-001-B489 with the Texas General Land Office (GLO), increasing the award of Community Development Block Grant Disaster Recovery (CDBG-DR) funding from \$1,175,954,338.00 to \$1,275,878,041.00 and making other Contract Revisions to align with the GLO's *State of Texas Plan for Disaster Recovery: Hurricane Harvey – Round 1* (Plan).

1) On January 5, 2019, the City of Houston executed a contract with the GLO for \$1,175,954,338.00 to be used for Hurricane Harvey recovery efforts, primarily related to housing. 2) In December 2018, the GLO submitted Amendment 2 Plan to the U.S. Department of Housing and Urban Development (HUD). Amendment 2 of the Plan, approved by HUD on February 22, 2019, allocated an additional \$89,639,815.00 program funding to the City of Houston. 3) Due to a change in GLO's methodology of calculation, the GLO also notified the City of Houston of an additional allocation of \$10,283,888.00 for administration funds in mid-January 2019.

As a result of this increase, City Council approved the amended Houston sections of the Plan to reflect these budget changes on February 27, 2019, as follows:

<b>Community Development Block Grant Disaster Recovery (CDBG-DR)</b>		
<b>Activity</b>	<b>Increase</b>	<b>New Budget</b>
Homeowner Assistance Program	\$35,170,627.00	\$427,900,063.00
Single Family Development Program	\$18,269,086.00	\$222,269,086.00
Multifamily Rental Program	\$28,771,892.00	\$350,050,472.00
Small Rental Program	\$5,481,182.00	\$66,686,282.00
Homebuyer Assistance Program	\$1,947,028.00	\$23,688,328.00
Buyout Program	-	\$40,800,000.00
Public Services	-	\$60,000,000.00
Economic Revitalization Program	-	\$30,264,834.00
Administration	\$10,283,888.00	\$31,118,976.00
Planning	-	\$23,100,000.00
<b>Total</b>	<b>\$99,923,703.00</b>	<b>\$1,275,878,041.00</b>

The GLO incorporated these and additional narrative changes into Amendment 3 of the Plan. Following GLO's 30-day public comment period ending April 20, 2019, the GLO submitted Amendment 3 to HUD, and on June 13, 2019, HUD approved the amendment.

### **Fiscal Note:**

No Fiscal Note is required on grant items.

The Housing and Community Affairs Committee reviewed this item on May 22, 2019.

DocuSigned by:

*Tom McCasland*

Tom McCasland, Director

### **Prior Council Action:**

06/27/2018 (O) 2018-0518

01/02/2019 (O) 2019-0010

02/27/2019 (O) 2019-0125

**Amount of Funding:**

**Amount of Funding:**

\$99,923,703.00 - Federal State Local – Pass Through Fund (5030)

**Contact Information:**

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**ATTACHMENTS:**

<b>Description</b>	<b>Type</b>
PNFDF	Financial Information
PCA Ordinance	Backup Material
PCA 2018-518	Backup Material
Budget	Financial Information
Coversheet	Signed Cover sheet