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**SALT LAKE CITY CORPORATION**  
DEPT. OF COMMUNITY DEVELOPMENT  
OFFICE OF THE DIRECTOR

ROSS C. "ROCKY" ANDERSON  
MAYOR

**COUNCIL TRANSMITTAL**

**TO:** Rocky Fluhart, Chief Administrative Officer **DATE:** March 3, 2006

**FROM:** Louis Zunguze, Community Development Director

**SUBJECT:** Appropriation Resolution adopting the One-year Action Plan for 32<sup>nd</sup> Year Community Development Block Grant Funding, HOME Investment Partnerships Program Funding, American Dream Downpayment Initiative Funding, Emergency Shelter Grant Funding, and Housing Opportunities for Persons with AIDS Funding for Fiscal Year 2006-07 and Approving Interlocal Cooperation Agreement between Salt Lake City and the U.S. Department of Housing and Urban Development (HUD)

**STAFF CONTACT:** LuAnn Clark, Director, Housing and Neighborhood Development Division, 535-6136, or luann.clark@slcgov.com

**ACTION REQUIRED:** City Council adoption of the One-year Action Plan as outlined in the Resolution for CDBG, HOME, ADDI, ESG, and HOPWA funds

**DOCUMENT TYPE:** Resolution

**BUDGET IMPACT:** \$6,058,955 in grants funds from the U.S. Department of Housing and Urban Development for 2006-07 and \$899,979.31 in carry-forward funds recaptured from unspent prior year projects and allocated in 2006-07, totaling \$6,958,934.31

**DISCUSSION:**

Salt Lake City is a participating jurisdiction that receives Community Development Block Grant funds (CDBG), HOME Investment Partnerships funds (HOME), American Dream Downpayment Initiative funds (ADDI), Emergency Shelter Grant funds (ESG) and Housing Opportunities for Persons with AIDS funds (HOWPA) from the U.S. Department of Housing and Urban Development. The federal government budget for 2005-06 was adopted in January 2006, and the City received notification of our grant amounts in January, which will be allocated for 2006-07. The following table shows the amount of each grant allocated, along with prior year funds recaptured for use in this fiscal year.

<b>Grant</b>	<b>2006-07 Allocation</b>	<b>Amount Recaptured</b>	<b>Total</b>
CDBG	\$4,207,623.00	\$523,361.00	\$4,730,984.00
HOME	\$1,292,136.00	\$370,000.00	\$1,662,136.00
ADDI	\$27,341.00	\$0.00	\$27,341.00
ESG	\$178,855.00	\$4,064.29	\$182,919.29
HOPWA	\$353,000.00	\$2,554.02	\$355,554.02
<b>TOTAL</b>	<b>\$6,058,955.00</b>	<b>\$899,979.31</b>	<b>\$6,958,934.31</b>

The CDBG allocation for 2006-07 was 9.5% less than the previous year, which was also down 5% from the year before. The President's budget for 2006-07 calls for additional cuts in CDBG funds, with some estimates that Salt Lake City will lose an additional \$1 million or a 24% cut.

The appropriate advisory committee or board has reviewed the applications for each grant and provided funding recommendations. The Mayor has reviewed these requests and has provided his funding recommendations.

A copy of the One-year Action plan for all grants will also be attached after the City Council has made final funding decisions.

A tentative schedule has been suggested that sets March 14 as the date the Mayor will present his funding recommendations to the City Council and March 21 as the public hearing date. A copy of the Mayor's funding recommendations, as well as the appropriate board's recommendation, will be provided at the time of the Mayor's presentation at the March 14, 2006, meeting of the City Council.

**PUBLIC PROCESS:**

The Council is required to hold a Public Hearing to hear from the public and applicants regarding recommendations for funding; this is scheduled for March 21, 2006. The Council will then meet in a future meeting to adopt the resolution with the Council's final funding decisions. This schedule will help meet our federal deadlines of May 15, 2006.

**RELEVANT ORDINANCES:**

None

Attachment A  
Resolution Adopting One-Year Action Plan

RESOLUTION NO. \_\_ OF 2006

APPROPRIATION RESOLUTION ADOPTING THE ONE-YEAR ACTION PLAN FOR  
32<sup>ND</sup> YEAR COMMUNITY DEVELOPMENT BLOCK GRANT FUNDING,  
HOME INVESTMENT PARTNERSHIPS PROGRAM FUNDING,  
AMERICAN DREAM DOWNPAYMENT INITIATIVE FUNDING,  
EMERGENCY SHELTER GRANT FUNDING, AND  
HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS FUNDING  
(FISCAL YEAR 2006-07)  
AND APPROVING INTERLOCAL COOPERATION AGREEMENT  
BETWEEN SALT LAKE CITY AND  
THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

WHEREAS, Salt Lake City is entitled under 24 Code of Federal Regulations (CFR), Part 91, et al., to receive Community Development Block Grant (CDBG) funds in the amount of \$4,207,623, HOME Investment Partnerships Program (HOME) funds in the amount of \$1,292,136, American Dream Downpayment Initiative (ADDI) funds in the amount of \$27,341, Emergency Shelter Grant (ESG) funds in the amount of \$178,855, and Housing Opportunities for Persons with AIDS (HOPWA) funds in the amount of \$353,000 from the U.S. Department of Housing and Urban Development (HUD) for program year 2006-07; and

WHEREAS, Salt Lake City will also reprogram: \$523,361 recaptured from prior year CDBG allocations; \$4,064.29 from prior year ESG allocations; \$370,000 from prior year HOME allocations; and \$2,554.02 from prior year HOPWA allocations; and

WHEREAS, it is in the best interests of the people of Salt Lake City that the City file an application with HUD for said funds in accordance with 24 CFR Part 91; and

WHEREAS, the public notices, hearings, and other pre-submission requirements as set forth in 24 CFR Part 91 have been accomplished by the City, including but not limited to the following: A public hearing held March 21, 2006 to consider a proposed list of CDBG, HOME, ESG, and HOPWA projects to be funded and to obtain the views of citizens regarding the City's One-year Action Plan; and

WHEREAS, the City Council does now meet this \_\_\_\_\_, 2006 to adopt the City's 2006 One-year Action Plan for CDBG, HOME, ADDI, ESG, and HOPWA funds;

NOW, THEREFORE, be it resolved by the City Council of Salt Lake City, Utah, as follows:

1. That Salt Lake City hereby adopts its Final One-Year Action Plan for CDBG, HOME, ADDI, ESG, and HOPWA funds as set forth in Exhibit "A" attached hereto and made a part hereof by this reference.

2. That the Mayor, as the official representative of Salt Lake City, is hereby authorized to submit the City's Final One-Year Action Plan for CDBG, HOME, ADDI, ESG, and HOPWA funds together with such additional information and certifications as may be required under 24 CFR Part 91 to the U.S. Department of Housing and Urban Development.

3. That the Mayor, as the official representative of Salt Lake City, or his designee, is hereby authorized to sign and execute the HUD Grant Agreement and any and all subsequent agreements between the City and other public entities resulting from and consistent with the HUD Grant Agreement, subject to final approval as to form by the City Attorney.

Passed by the City Council of Salt Lake City, Utah, this \_\_\_\_\_, 2006.

SALT LAKE CITY COUNCIL

By \_\_\_\_\_  
CHAIR

ATTEST:

\_\_\_\_\_  
CHIEF DEPUTY CITY RECORDER

APPROVED AS TO FORM  
Salt Lake City Attorney's Office  
Date 3/1/2006  
By TK Spindler

## EXHIBIT "A"

Exhibit "A" — Funding Recommendations. Exhibit "A" will be the One-Year Action Plan adopted by the City Council on \_\_\_\_\_, 2006 and provided to the Council on March 14, 2006 when the Mayor makes his funding recommendations.