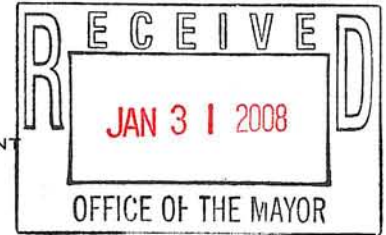


SALT LAKE CITY CORPORATION
DEPARTMENT OF COMMUNITY & ECONOMIC DEVELOPMENT
OFFICE OF THE DIRECTOR



CITY COUNCIL TRANSMITTAL

TO: David Everitt, Chief of Staff *DE* **DATE:** January 25, 2008

FROM: Mary De La Mare-Schaefer, Community & Economic Development Acting Director *MD*

SUBJECT: Appropriation Resolution adopting the One-year Action Plan for 34th Year Community Development Block Grant (CDBG) Funding, HOME Investment Partnerships Program Funding, American Dream Downpayment Initiative (ADDI) Funding, Emergency Shelter Grant (ESG) Funding, and Housing Opportunities for Persons with AIDS (HOPWA) Funding for Fiscal Year 2008-09 and Approving Interlocal Cooperation Agreement between Salt Lake City and the U.S. Department of Housing and Urban Development (HUD)

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

ACTION REQUIRED: That the City Council:

1. Schedule Mayor Becker's funding recommendation presentation for March 11, 2008;
2. Schedule the required public hearing for March 18, 2008; and
3. Adopt the One-year Action Plan as outlined in the attached resolution for CDBG, HOME, ADDI, ESG, and HOPWA funds

DOCUMENT TYPE: Resolution

BUDGET IMPACT: Grants funds from the U.S. Department of Housing and Urban Development for 2008-09

DISCUSSION:

Issue Origin: Salt Lake City (City) is a direct entitlement 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 (HUD).

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Analysis: The City has recently received notice of the allocation amounts for the five HUD grants, and a resolution has been prepared and submitted to the City Council for their review and consideration. The City Attorney's Office has reviewed the draft resolution and will approve as to form the final version once the Council has approved the projects to be funded for 2008-09 as part of the 2008 Action Plan. A copy of the One-year Action Plan for all grants will be attached to the resolution after the City Council has made final funding decisions.

The resolution lists the dollar amounts for the funds allocated to the City as follows:

- CDBG - \$4,046,201
- HOME - \$1,236,403
- ADDI - \$11,047
- HOPWA - \$357,000
- ESG - \$181,475

The allocation the City received is lower on three programs than last year, due to the reductions made during the final days of the federal budget process. The CDBG allocation was reduced by \$165,687 or 3.9%, the HOME allocation was reduced by \$43,311 or 3.4%, and the ADDI allocation was reduced by \$16,294 or 59.6%. The HOPWA grant allocation received an increase of \$11,000 or 3.2%, and the ESG allocation is \$1 less than last year. Overall, the City will receive \$214,293 less than last year's grant allocations.

The resolution also includes the dollar amounts for funds that have been recaptured and are available for reallocation. Those amounts are as follows:

- CDBG - \$563,192
- HOME - \$600,000
- HOPWA - \$10,852.07
- ESG - \$4,449.33

The Community Development Capital Improvement Board and the Housing Trust Fund Board have reviewed applications and made funding recommendations. The advisory boards' recommendations were forwarded to the Mayor for his review and consideration. The Mayor will review all of the applications and make his recommendations available to the City Council for their further review with a presentation on March 11.

Recommendation:

The Administration recommends that the City Council set March 11, 2008, as the date the Mayor will present his funding recommendations to the City Council and March 18, 2008, as the public hearing date. The Administration also recommends that the City Council adopt the resolution and authorize the Mayor to enter into Interlocal agreements with HUD to receive the grant funds for the 2008-09 fiscal year and to submit the Annual Action Plan to HUD for review and approval. 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.

PUBLIC PROCESS:

An open house was held on January 7, 2008, allowing the public another opportunity to review and give input on the projects the City may fund with the federal dollars.

The City Council will hold a public hearing on March 18, 2008, to hear from the public and applicants regarding recommendations for funding. The Council will then meet on future date to adopt the resolution with their final funding decisions. This schedule will enable the City to meet the federal deadline of May 15, 2008.

RELEVANT ORDINANCES:

None

RESOLUTION NO. ___ OF 2008

APPROPRIATION RESOLUTION ADOPTING THE ONE-YEAR ACTION PLAN FOR
34th 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 2008-09)
AND APPROVING INTERLOCAL COOPERATION AGREEMENT
BETWEEN SALT LAKE CITY AND
THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

WHEREAS, Salt Lake City (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 \$4,046,201, HOME Investment Partnerships Program (HOME) funds in the amount of \$1,236,403, American Dream Downpayment Initiative (ADDI) funds in the amount of \$11,047, Emergency Shelter Grant (ESG) funds in the amount of \$181,475, and Housing Opportunities for Persons with AIDS (HOPWA) funds in the amount of \$357,000 from the U.S. Department of Housing and Urban Development (HUD) for program year 2008-09; and

WHEREAS, the City will also reprogram these funds: \$563,192 recaptured from prior year CDBG allocations, \$600,000 from prior year HOME allocations, \$10,852.07 from prior year HOPWA allocations, and \$4,449.33 from prior year ESG 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 18, 2008 to consider a proposed list of CDBG, HOME, ADDI, 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 _____, 2008 to adopt the City's 2008 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 the City hereby adopts its 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.

EXHIBIT "A"

Funding Recommendations for 2008-09. Exhibit "A" attached hereto, shall include the Funding Recommendations for the CDBG Program, the Funding Recommendations for the HOME Program, the Funding Recommendations for the ADDI Program, the Funding Recommendations for the HOPWA Program, and the Funding Recommendations for the ESG Program, (collectively referred to as the "One-Year Action Plan"). The One-Year Action Plan was presented to the City Council on March 11, 2008 when the Mayor made his funding recommendations and adopted by the City Council on _____, 2008.