

Supplemental Appropriation to 2018 HUD Federal Entitlement Grants

Relevant Background Information

The federal program year for the CDBG, HOME, and ESG entitlement grants is April 1 to March 31. Each year, the City's Original Budget is prepared based on estimated entitlement allocations. The actual allocations are received from HUD in approximately April of each year, therefore the Amended City Budget may reflect a significant difference from the Original Budget to align the City budget with the actual allocation amounts. When allocations are higher than the Original City Budget, City Council must appropriate the difference by means of a supplemental appropriation to allow for full spending authority of the grant funds.

FY2018 Funding Timeline

| | |
|--|---------------------------|
| Preparation of 2018 Annual Action Plan (public input, and establishment of priorities) | Aug.2017-Dec. 2017 |
| Appropriation Ordinance approval, inclusive of estimated FY18 allocation amounts | 12/12/2017 |
| City Council approval of 2018 Annual Action Plan | 2/13/2018 |
| HUD release of allocation amounts | 5/1/2018 |

2018 Community Development Division Funding Comparison

| | FY18 Budget Appropriation | Program Year 2018 HUD Allocation | Additional Appropriation Needed |
|--|------------------------------|-------------------------------------|------------------------------------|
| Community Development Block Grant | 2,572,227 | 2,997,381 | 425,154 |
| HOME Investment Partnership | 1,012,588 | 1,521,171 | 508,583 |
| Emergency Solutions Grant | 226,391 | 243,746 | 17,355 |
| Total HUD Funds | \$ 3,811,206 | \$ 4,762,298 | \$ 951,092 |

Request

Approve the attached ordinance amending Ordinance No. 17-116 (2018 Appropriation Ordinance) for a supplemental appropriation to the Following Federal Entitlement Grants: Community Development Block Grant in the amount of \$425,154, Emergency Solutions Grant in the amount of \$17,355, and the HOME Investment Partnerships Program in the amount of \$508,583.

| | |
|--------------------------------------|-----------|
| City Council Budget Committee | 6/12/2018 |
| Worksession Agenda | 6/25/2018 |
| First Reading | 7/10/2018 |
| Second Reading | 7/24/2018 |