

---

## SALT LAKE CITY COUNCIL STAFF REPORT

---

**DATE:** August 20, 2004

**SUBJECT:** **CDBG Additional Funds Briefing**

**AFFECTED COUNCIL DISTRICTS:** Citywide

**STAFF REPORT BY:** Michael Sears, Budget & Policy Analyst

**ADMINISTRATIVE DEPT.** Community Development  
**AND CONTACT PERSON:** LuAnn Clark, HAND Director

---

On Tuesday, March 9, 2004, the Mayor presented his recommended budgets for the use of the 2004-2005 Federally allocated Community Development Block Grant (CDBG), Emergency Shelter Grant (ESG), HOME Investment Partnerships Program (HOME) and Housing Opportunities for People with AIDS (HOPWA) monies. After his presentation, Council Members received a booklet that showed each project that applied for funding, the funding request, the funding level recommended by the Community Development Advisory Committee (CDAC) or Housing Trust Fund Board, and the Mayor's recommended funding level. Council Members also received comprehensive descriptions for each project.

On March 16, 2004, the Council held a public hearing on the Mayor's Recommended CDBG, ESG, HOME and HOPWA budgets. After closing the public hearing, Council Members voted to delay adoption of the CDBG budget until April 13, 2004.

Council Members then discussed the different applicants and proposed uses for the federal funds on April 1 and April 13, 2004. During the briefings Council Members tentatively decided which proposals to fund and at what levels. The Council adopted the final CDBG budget on April 13, 2004.

**A spreadsheet is included in the transmittal from the Administration that notes the Council's CDBG funding allocations.**

Subsequent to the adoption of the One-year Action Plan for the 30<sup>th</sup> Year CDBG funding, the Council requested that the Administration recommend allocations for an additional \$153,000 in recaptured prior year funds. The funds were to be used to fund additional fiscal year 2004-05 grant applications. The Mayor has reviewed the application requests and has provided funding recommendations for the additional \$153,000 as follows:

- Allocate an additional \$25,000 for the Community Development Corporation to purchase or rehabilitate properties.
- Allocate \$80,000 for the Multi-Ethnic Development Corporation to acquire property for their project at 200 West and 700 South.
- Allocate \$48,000 for the Disciples House Renovation at 370 South 300 East subject to the owners of the property receiving appropriate zoning for their site.

The Council indicated during the April 1 and April 13, 2004 briefing that they would like to increase the allocations to several projects, but because of the lack of funding that they would be unable to do so. The Administration and Council staff has reviewed the recordings of the CDBG briefings and identified those projects that were recommended for additional funding if it could be found. The projects recommended for additional funding are highlighted in yellow on the spreadsheet in the transmittal from the Administration.

There were several projects in the public services area that Council Members wanted to fund at enhanced levels, but because of the 15% restriction from HUD on the appropriation levels, the Council was unable to appropriate additional funds to those projects. The restrictions are still in place, the available \$153,000 can not be used on the public services category of CDBG grant applications.

Procedurally, the Council could review all of the fiscal year 2004-05 CDBG grant applications and recommend funding for eligible projects during the August 24, 2004 briefing. On September 7, 2004 the Council could adopt a resolution amending the One-year Action Plan for the 30<sup>th</sup> Year Community Development Block Grant funding for Fiscal Year 2004-05 to include projects that would receive a portion of the \$153,000 in available additional funds. Once the resolution that amends the One-year Action Plan is adopted, the Administration will disperse and monitor the funds as if they were received this year. No additional meetings or Council action is needed.

cc: Cindy Gust-Jenson, Rocky Fluhart, Sam Guevara, Lee Martinez, David Dobbins, Luann Clark, Greg Johnson, Sandi Marler, Karen Wiley, Shannon Ashby, Steve Fawcett and Gordon Hoskins

File location: Budget\05 Budget\Michael\CDBG 30<sup>th</sup> Year