TO: HONORABLE CITY COUNCIL
FROM: CITY MANAGER
DEPARTMENT: PLANNING AND COMMUNITY ENVIRONMENT
DATE: MAY 1, 2006
CMR: 210:06
SUBJECT: FINANCE COMMITTEE RECOMMENDATION RE: PROPOSED FISCAL YEAR 2006/07 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUNDING ALLOCATIONS AND DRAFT ACTION PLAN

RECOMMENDATION
The Finance Committee recommends to the City Council approval of the following:

1. Allocate CDBG funding as recommended by staff and the Citizens Advisory Committee (CAC) in the 2006/07 Action Plan update to the Consolidated Plan for the period 2005 to 2010.

2. Authorize staff to submit the 2006/07 Action Plan to the Department of Housing and Urban Development (HUD) by the May 15, 2006 deadline.

3. Authorize the City Manager, on behalf of the City, to execute the 2006/07 application and Action Plan for CDBG funds and any other necessary documents concerning the application, and to otherwise bind the City with respect to the application and commitment of funds.

COMMITTEE REVIEW AND RECOMMENDATIONS
The staff and the CAC recommendations were presented to the Finance Committee on April 4, 2006. First, staff summarized its recommendations and then the CAC spokesperson gave a brief overview of the CAC discussions regarding the recommendations. A representative from Catholic Charities thanked the City for continuing funding of its long term care ombudsman program. The Committee discussed briefly how the regulations regarding CDBG funding and the financial limitations of non-profit organizations tend to restrict the ability for non-profits to apply for capital project funding. The Committee voted unanimously to recommend to Council the staff and Citizens Advisory Committee recommendations.
ATTACHMENTS
Attachment A: Fiscal Year 2006-07 Funding Recommendation Chart
Attachment B: CDBG Funding Resolution for fiscal year 2006/07
Attachment C: CMR 185:06 (without Attachment B)
Attachment D: April, 2006 Annual Assessment letter from HUD
Attachment E: Revised Draft 2006/2007 Action Plan

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Department Approval: _________________________________________
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Advance Planning Manager

City Manager Approval: _________________________________________
EMILY HARRISON
Assistant City Manager

Cc: Citizens Advisory Committee
2006/2007 CDBG Applicant Agencies