

**FY 2021-22
CDBG Annual Funding
Allocations &
Draft Annual Action Plan**

May 3, 2021

INTRODUCTION

- Funds received annually from the U.S. Department of Housing and Urban Development (HUD) under the Community Development Block Grant (CDBG) Program.
- CDBG is the principal federal program providing localities with grants to improve the physical, economic, and social conditions in their communities.
- All activities must benefit low and very low-income persons.
- HUD requirements include:
 - Five-year **Consolidated Plan** - Identified needs, strategies to meet needs, and sets goals
 - **Annual Action Plan** – Specific projects to be funded



2020-2025 CONSOLIDATED PLAN GOALS

1. Affordable Housing
2. Homelessness
3. Community Services and Public Improvements
4. Fair Housing
5. Economic Development



CDBG AVAILABLE FUNDS

FUNDING SOURCES	AMOUNT
CDBG Entitlement Grant	\$528,961
Estimated Program Income in FY 2021-22	136,049
Prior Year Resources (FY2019-20)	73,910
Estimated Total Available Funding	\$738,920



FUNDING CATEGORIES

- Public Service – 15% Cap
- Planning and Administration – 20% Cap
- Economic Development
- Public Facilities Improvements
- Housing Rehabilitation



PUBLIC SERVICE APPLICANTS (15% CAP/\$80,101)

AGENCY	FY2020 ALLOCATION	FY 2021 REQUEST	HRC / STAFF RECOMMENDATION
Catholic Charities	\$9,345	\$10,000	\$10,000
LifeMoves	\$29,932	\$65,850	\$31,545
Silicon Valley Independent Living Center	\$11,232	\$28,826	\$14,021
Downtown Streets	\$100,000*	\$60,000	\$0
Palo Alto Housing Corp.	\$29,931	\$52,249	\$24,535
Grand Total	\$180,440	\$216,925	\$80,101



* In FY2020-21, HUD removed the Public Services Cap for Activities supporting COVID-19.

PLANNING & ADMINISTRATION APPLICANTS (20% CAP/\$133,002)

AGENCY	FY2020 ALLOCATION	FY 2021 REQUEST	HRC RECOMMENDATION
Project Sentinel	\$37,480	\$33,698	\$33,698
City of Palo Alto	\$90,000	\$90,000	\$99,304
Grand Total	\$127,480	\$123,698	\$133,002

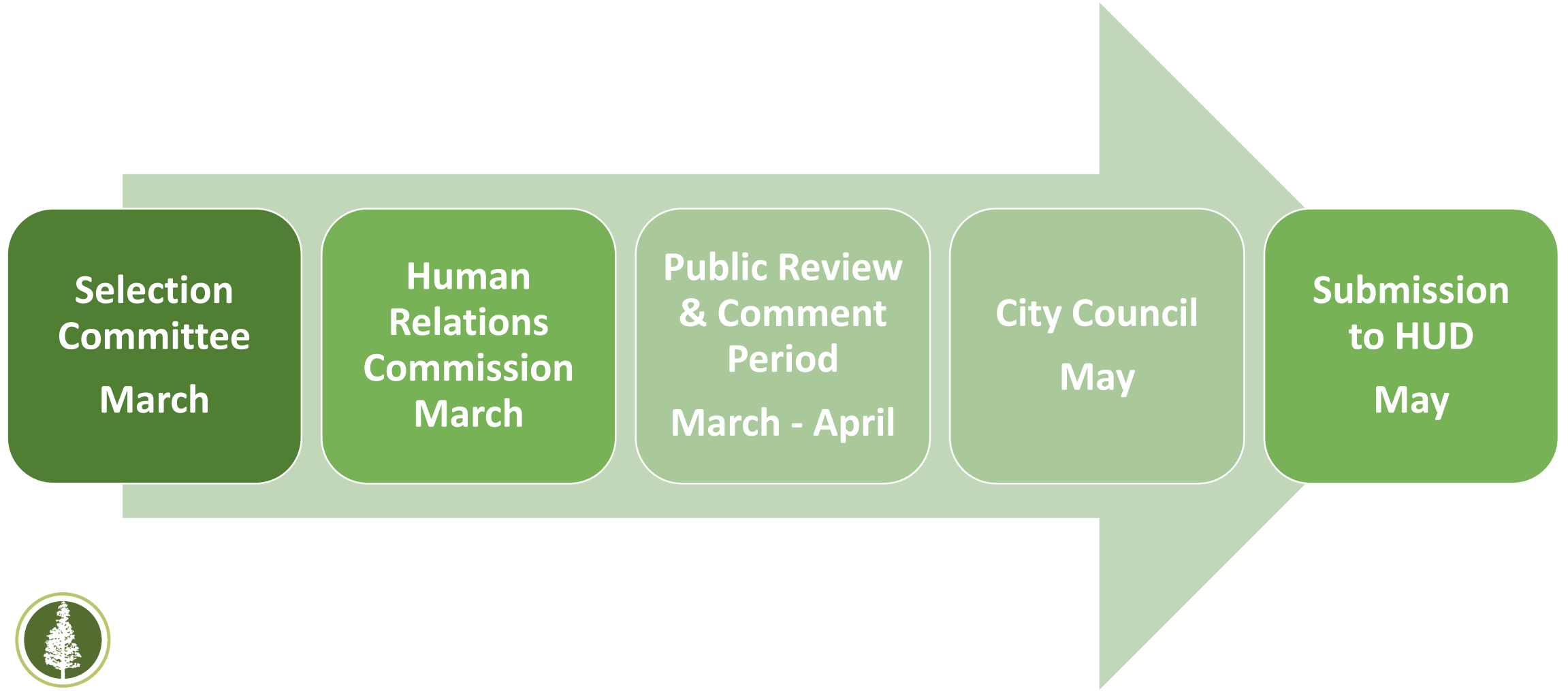


ECONOMIC DEVELOPMENT, HOUSING, & PUBLIC FACILITIES

AGENCY	FY2020 ALLOCATION	FY 2021 REQUEST	HRC RECOMMENDATION
Downtown Streets Team: Workforce Development Program	\$236,000	\$336,000	\$160,477
Rebuilding Together Peninsula	N/A	\$65,340	\$65,340
Ravenswood Family Health Network	N/A	\$425,000	\$300,000
Grand Total	\$236,000	\$826,340	\$525,817



TIMELINE



COUNCIL RECOMMENDED MOTION

1. Adopt the draft Fiscal Year 2021-22 Annual Action Plan (Attachment A) and the associated resolution (Attachment B) allocating Community Development Block Grant (CDBG) funding for Fiscal Year 2021-22;
2. Authorize the City Manager to execute the Fiscal Year 2021-2022 CDBG application to fund the Fiscal Year 2021-2022 Annual Action Plan and any other necessary documents concerning the application, and to otherwise bind the City with respect to the applications and commitment of funds; and
3. Authorize staff to submit the Fiscal Year 2021-2022 Annual Action Plan (Attachment A) to HUD by the May 15, 2021 deadline.





CITY OF
**PALO
ALTO**

Jonathan Lait

Director of Planning & Development Services

Jonathan.Lait@CityofPaloAlto.org