



CDBG-CV3 Funding Allocation COVID-19

City Council Meeting 12/14/2020

Item No. 5.1

CDBG-CV3 Funding Allocation – COVID-19

- Federal CARES Act 3/27/2020
 - \$5 billion to HUD for CDBG-CV program
 - HUD – Allocated CDBG-CV Funding in Phases
 - Phase One: City of Lathrop = \$56,346; and,
 - Phase Two: City of Lathrop = NONE
 - **Phase Three: City of Lathrop = \$61,610**

Emergency General Assistance Grant Program

5/11/2020 – Council Authorized Emergency General Assistance Grant Program CDBG-CV

- Program designed to aid qualified low-income residents financially impacted by COVID-19.
- Eligible expenses: Past Due Rent/Mortgage and/or Essential Utilities

Emergency General Assistance Grant Program (continued)

“One-time or short-term emergency payments on behalf of individuals or families, generally for the purpose of preventing homelessness. Examples include utility payments to prevent cutoff of service, and rent/mortgage payments to prevent eviction.”

CDBG Federal Statute: Subsistence Payments 24 CFR
570.207(b)(4) or 42 USC 5305(a)(8) + 24 CFR 570.482(c)(2)

Emergency General Assistance Grant Program (continued)

City of Lathrop Allocation & Program

- EGA1 - CARES Act – CDBG-CV Allocation = \$57,075
- EGA2 - FY 2020/21 undesignated CDBG funds = \$35,721
- Total CDBG-CV Program Funding = **\$92,796**
- Less Fair Housing* Request = (\$ 729)

- Total Funding for EGA Program = **\$92,067**

* Multi-County Agency Request through San Joaquin County

Emergency General Assistance Grant Program (Round 3)

City of Lathrop Allocation & Program

• EGA3 - CARES Act – CDBG-CV3 Allocation	= \$61,610
• Total CDBG-CV3 Program Funding	= \$61,610
• Less Request*	
• Fair Housing	= (\$ 236)
• Stockton Food Bank	= <u>(\$ 7,786)</u>
	= (\$ 8,022)
• Total Funding for EGA3 Program	= <u>\$52,587.30</u>

* Multi-County Agency Request through San Joaquin County

Emergency General Assistance Grant Program (continued)

Program Eligibility & Guidelines (partial)

Grant Amount: Up to \$3,200 per eligible household

Available to Pay: EGA1 – Past due rent and utilities acquired after 03/27/2020

EGA2 – Past due rent and utilities acquired after 7/1/2020

EGA3 – Past due rent and utilities acquired after 3/27/2020

Applicant Eligibility:

1. Primary residence within City limits
2. Income impacted by COVID-19
3. Meet HUD User Income Guidelines

NOTE: Grant awards issued one per household on first-come, first-serve basis until all designated funds are exhausted. Late payments accumulated after 3/27/20 for City utilities will be deducted prior to paying other bills.

Recommendation(s):

Council to Consider the Following:

- **A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LATHROP TO ACCEPT THE CDBG-CV3 FUNDING AND ALLOCATE A THIRD ROUND OF EMERGENCY GENERAL ASSISTANCE GRANTS, MULTI-COUNTY AGENCY FUNDING REQUESTS, CITY REIMBURSEMENT FOR PROGRAM ADMINISTRATION, AND AUTHORIZE BUDGET AMENDMENT**