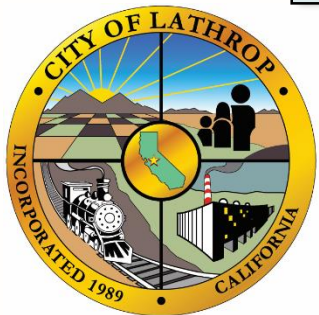


City of Lathrop

Program Allocations for FY 2022/23

Community Development Block Grant (CDBG)
Home Investment Partnership (HOME)



City Council Regular Meeting
February 14, 2022
Item 5.2

OVERVIEW

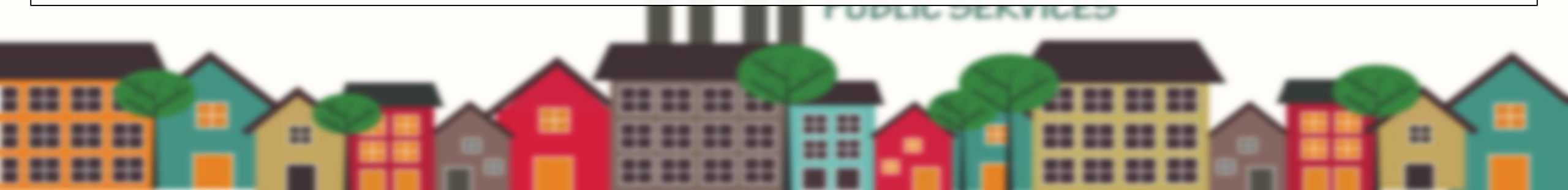
- Review Federal CDBG and HOME Program guidelines
- Accept County's Funding Allocation for the City of Lathrop
- Approve Recommended Funding Allocation for Fiscal Year 2022/23



CDBG & HOME Program - General

COMMUNITY DEVELOPMENT BLOCK GRANT

- Federal Program established in 1974 to provide funding for housing and community development.
- The funds can only be used for specific purposes as outlined below:
 - ✓ Benefit low- and moderate-income persons (LMI)
 - ✓ Prevent or eliminate slum or blight
 - ✓ Address urgent community development needs (Emergency)



CDBG & HOME Program - Allocation

- San Joaquin County administers the programs as the direct entitlement entity. The County allocates funding to the City of Lathrop through an Urban Cooperative Agreement.
- City of Lathrop receives a funding allocation for Community Development Block Grant (CDBG) and HOME Investment Partnership Act (HOME).
- Dollar amounts are estimated based on the County's final allocations. Final amounts are determined by the Congressionally approved budget.



- CDBG
- HOME



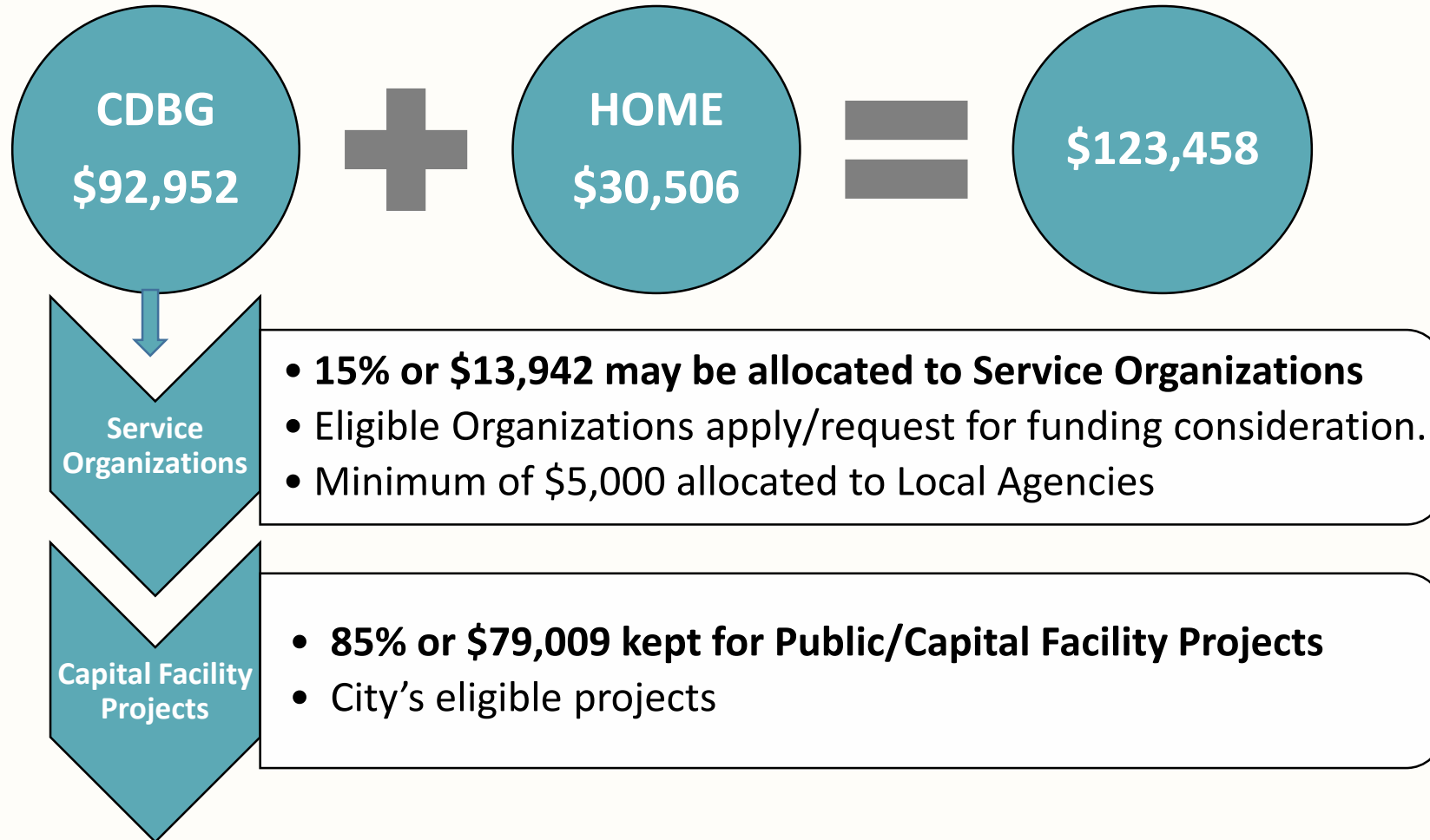
\$2.86 mil (CDBG)
\$1.16 (HOME)



\$92,952 (CDBG)
\$30,506 (HOME)

CDBG & HOME Allocation – City of Lathrop

For FY 2022/23, the County estimates Lathrop’s allocation for CDBG and HOME funds at:



A 30-day public notice of funding availability for the programs was published in accordance with HUD regulations.

Public Service Organizations - Applicants

❖ Four multi-entitlement agencies applied through the County:

| <u>Multi-Agency Organizations</u> | <u>Amount Requested</u> |
|--|-------------------------|
| San Joaquin Fair Housing | \$ 1,250.00 |
| Give Every Child a Chance (GECAC) | \$ 5,500.00 |
| Emergency Food Bank of Stockton/San Joaquin (Mobile Farmers Market) | \$ 1,500.00 |
| SJC Dept. of Aging (Meals on Wheels) | \$ 1,000.00 |

❖ One Local Organization applied to the City:

| <u>Local Organizations</u> | <u>Amount Requested</u> |
|--|-------------------------|
| City of Lathrop – Parks & Recreation Department (Activity Fee Assistance Program) | \$ 5,000.00 |



Public Service Organizations Funding Recommendations

\$ 13,942.80

| LOCAL AGENCY APPLICATION(S) | | | FUNDING | |
|-----------------------------|-------------------------------------|-----------------|-------------------|--------------------------|
| <u>APPLICANT</u> | <u>PROGRAM</u> | <u>BENEFIT</u> | <u>REQUEST</u> | <u>RECOMMENDATION</u> |
| City of Lathrop (PRD) | Activity Fee Assistance | 29 Residents | \$5000.00 | \$5,000.00 |
| MULTI-ENTITLEMENT AGENCIES | | | | |
| GECAC | School Mentoring & Tutoring Program | 350 Children | \$5,500.00 | \$5,192.80 |
| San Joaquin Fair Housing* | Programs, Education & Assistance | 1,995 Residents | \$1,250.00 | \$1,250.00 |
| SJC – Department of Aging | Meals on Wheels | 9 Seniors | \$1,000.00 | \$1,000.00 |
| Emergency Food Bank | Mobile Farmers Market | 989 Residents | <u>\$1,500.00</u> | <u>\$1,500.00</u> |
| | | Totals | \$14,250.00 | \$13,942.80 |

Public/Capital Facility Projects

- The City of Lathrop may use up to 15% of its CDBG allocation for Public Service Projects, or the entirety of the funding may be allocated to a Public/Capital Facility Project(s).
- Two applications were received for Public Facility Grants.
 - Lathrop's Public Works Department for a City Hall – ADA Accessibility Improvements project.
 - Chest of Hope – Facility & Services*

**Does not meet HUD requirement as a shovel ready project.*

-
- Staff recommends allocating 15% of the CDBG funding toward Public Service Agencies.
 - Staff recommends allocating the remaining 85% of the CDBG funding toward the Public/Capital Facility Project.

Public/Capital Facility Project

Lathrop Public Works Application City Hall – ADA Accessibility Improvements



\$79,009.20

| APPLICATION(S) | | FUNDING | |
|--|--|----------------|-----------------------|
| <u>APPLICANT</u> | <u>PROGRAM</u> | <u>REQUEST</u> | <u>RECOMMENDATION</u> |
| City of Lathrop Public Works Department | City Hall ADA Accessibility Improvements | \$129,250.00 | \$79,009.20 |

| <u>List of Improvements (FY 2021/22)</u> | |
|--|---|
| \$20,000 | ADA door upgrades |
| \$25,000 | ADA ramp improvements |
| \$ 1,500 | Install landing for notices |
| \$ 4,000 | Provide additional strike edge clearance |
| <u>\$25,000</u> | Install ADA kiosk in the lobby |
| \$75,500 | Project Subtotal |
| <u>\$ 7,550</u> | 10% Contingency |
| <u>\$83,050</u> | Project Total (AWARDED FY 2021/22) |

| <u>Updated List of Improvements (FY 2022/23)</u> | |
|--|---|
| \$ 68,000 | ADA door upgrades (City Hall Entry) |
| \$ 30,000 | ADA lift and modifications (Council Chambers) |
| \$ 35,000 | ADA kiosk (City Hall Lobby) |
| \$ 2,000 | Accessible surfacing to exterior bulletin board |
| \$ 5,000 | Provide additional strike edge clearance |
| \$ 46,000 | *Replace broadcasting equipment for ADA audio/video |
| <u>\$ 7,000</u> | *Staff Time |
| \$193,000 | Project Subtotal |
| <u>\$ 19,300</u> | 10% Contingency |
| <u>\$212,300</u> | Estimated Project Total |

*Added FY 2022/23

HOME Funds Allocation

\$30,506.00

- No applications were submitted for the HOME funds.
- City Council has the option to allocate all or portion of the HOME funds toward two programs administered by San Joaquin County – Down Payment Assistance (GAP) and/or City of Lathrop Housing Rehabilitation Loan.
- Program Utilization and Current funds available:

| County Administered HOME Fund Programs | | FUNDING | | |
|--|----------------|--------------------|-----------------------|--|
| <u>PROGRAM</u> | <u>Balance</u> | <u>Utilization</u> | <u>RECOMMENDATION</u> | |
| Down Payment Assistance (GAP)* | \$ 0.00 | Zero last 8 yrs. | \$ 0.00 | |
| City of Lathrop Housing Rehabilitation Loan | \$119,367.00 | 1 (1 Pending) | \$30,506.00 | |



- For FY 2022/23, Staff recommends to allocate all HOME funds to the City Housing Rehabilitation Loan Program.

*Due to the high price of housing, GAP eligible applicants are unable to meet the requirements for this program.

Recommendation:

Staff recommends that the City Council consider the information given at this public hearing and during the staff presentation to adopt a funding recommendation to allocated Fiscal Year 2022/23 CDBG and HOME program funds.



Public Services
\$13,942.80



Public/Capital Facilities
\$79,009.20



HOME Funds
\$30,506.00