

Community Development Block Grant Funds Available for Reprogramming City Manager's Recommendation

Presented to the Economic
Development and Housing Committee
March 6, 2006

Purpose of Briefing

- Discuss recommendations for CDBG funds available for reprogramming
- Discuss an overview of the FY 2006-07 CDBG budget recommendations

Total Funds Available

	FY 05 – 06 Budget	FY 06 -07
HUD & Other Income	\$29,502,501	\$19,796,676
FY 06 -07 Shortfall		\$9,705,825
Debt Service Not Needed in FY 06-07		- \$7,146,407
True Shortfall		\$2,559,418

FY 06 – 07 Shortfall

- If the \$2,128,501 that is available for reprogramming is not utilized to address this shortfall, the recommendation would be to reduce funding for these items.

Residential Development Acquisition Loan Program	\$547,034
NIP Public Improvements	1,000,000
Total	\$1,547,034

FY 06 – 07 Shortfall

- If the \$2,128,501 that is available for reprogramming is not utilized to address this shortfall, these are the items that would not be able to be increased to cover needs.

City Child Care Services	\$50,000
Business Assistance Centers	35,000
Basic Home Repair	406,467
Replacement Housing	90,000
Total	\$581,467

FY 06 – 07 Shortfall

- We recommend utilizing the \$2,128,501 to maintain service levels, provide funding to meet increased needs (identified on page 5) and reduce the FY 06 – 07 shortfall to \$430,917.

Other Challenges

- Increasing service level needs
- Additional HUD monitoring and reporting requirements
- Staff Accountability – performance evaluation pay increases