

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Planning and Building	(2) MEETING DATE 6/17/2014	(3) CONTACT/PHONE Suzan Ehdai, Planner II/781-4974	
(4) SUBJECT Hearing to consider a resolution amending the 2010, 2012 and 2014 Action Plans to facilitate compliance with expenditure deadlines for the Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) Programs by reallocating some CDBG funds and allocating HOME funds to the Courtland Street Apartments Project. All Districts			
(5) RECOMMENDED ACTION It is recommended that the Board adopt and direct the chairperson to sign the attached resolution amending the 2010, 2012 and 2014 Action Plans to reallocate CDBG funds as shown in Table A and to allocate up to \$750,000 in HOME funds for the Courtland Street Apartments project.			
(6) FUNDING SOURCE(S) CDBG and HOME	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? Yes
(10) AGENDA PLACEMENT { } Consent { } Presentation {X} Hearing (Time Est. <u>5</u>) { } Board Business (Time Est. <u> </u>)			
(11) EXECUTED DOCUMENTS {X} Resolutions { } Contracts { } Ordinances { } N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: { } 4/5 Vote Required {X} N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? N/A	(16) AGENDA ITEM HISTORY {X} N/A Date: _____	
(17) ADMINISTRATIVE OFFICE REVIEW Lisa M. Howe			
(18) SUPERVISOR DISTRICT(S) All Districts			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Planning and Building / Suzan Ehdaie, Planner II

VIA: Wes Drysdale, Administrative Services Manager

DATE: 6/17/2014

SUBJECT: Hearing to consider a resolution amending the 2010, 2012 and 2014 Action Plans to facilitate compliance with expenditure deadlines for the Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) Programs by reallocating some CDBG funds and allocating HOME funds to the Courtland Street Apartments Project. All Districts

RECOMMENDATION

It is recommended that the Board adopt and direct the Chairperson to sign the attached resolution amending the 2010, 2012 and 2014 Action Plans to reallocate CDBG funds as shown in Table A and to allocate up to \$750,000 in HOME funds for the Courtland Street Apartments project.

DISCUSSION

Part of the Community Participation Plan for the CDBG, HOME and Emergency Solutions Grant (ESG) programs requires that Major Amendments (defined in part as a reallocation of more than \$25,000 from one CDBG or HOME project to another) include a public hearing. It is for this purpose that this item is appearing before you.

Reallocation of CDBG Funds Between Projects and Program Years

It is necessary to reallocate some CDBG funds in order to meet the timeliness component of CDBG funding. There are two projects included in the 2010 and 2012 Action Plans that have funding allocations that so far have not incurred reimbursable expenses. While these projects are moving forward and are still anticipated to be completed, shifting funding to a later Action Plan Year is necessary to facilitate compliance with expenditure deadlines. Shifting funding would not impact the projects' completion schedules. There is another project in the 2010 Action Plan that has an active construction schedule that has been allocated additional funds in the 2014 Action Plan. Staff is recommending that CDBG funds be shifted between these projects and program years so that timeliness can be met. See "Table A" below:

Table A: Proposed Amendments to the 2010, 2012, and 2014 Action Plans

Project Name	2010 Action Plan Increase / (Decrease)	2012 Action Plan Increase / (Decrease)	2014 Action Plan Increase / (Decrease)	Diff
Homeless Campus Project	(50,000)		+50,000	0
San Lawrence Terrace Well Rehab in San Miguel		(84,000)	+84,000	0
Sewer Improvement Project Sunny Oaks Mobile Home Park in Los Osos	+50,000	+84,000	(134,000)	0

Allocation of HOME Funds

The County will recapture an amount up to \$750,000 in HOME funds from a project (site acquisition for the Cambria Pines Apartments by People's Self Help Housing Corporation) that received past HOME funds. This project failed to meet timeliness, was returned to the County by the subrecipient of the HOME funds, and returned to the Department of Housing and Urban Development (HUD) by the County. HUD is making this amount available for reallocation but with an associated timeliness requirement that the funds must be disbursed by July 31, 2014. Staff recommends allocating \$750,000 in HOME funds to the Courtland Street Apartments Project (a 35 unit low income housing project) by People's Self Help Housing. This recommendation is based on the urgency of the timeliness requirement and the project's ability to quickly expend these HOME funds for landscaping, parking lot improvements, exterior lighting upgrades and other construction costs.

OTHER AGENCY INVOLVEMENT/IMPACT

Staff consulted with Community Action Partnership of San Luis Obispo County (CAPSLO), the San Miguel Community Services District, the Housing Authority of the City of San Luis Obispo, People's Self-Help Housing Corporation and Resident Owned Parks, Inc.

County Counsel has approved the resolution as to form and legal effect.

FINANCIAL CONSIDERATIONS

The reallocation will be funded from previously allocated CDBG and restored HOME funds.

RESULTS

The reallocation of CDBG and HOME funds supports the County's effort in creating a Healthy Community by supporting access to basic necessities, as well as enabling the Urban County of San Luis Obispo to meet its CDBG and HOME timeliness standard. Amendment to these action plans is consistent with the countywide goals of promoting prosperous and livable communities.

ATTACHMENTS

Attachment 1 - Resolution