

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

(1) DEPARTMENT Planning and Building	(2) MEETING DATE 9/23/2014	(3) CONTACT/PHONE Dana Lilley, Supervising Planner/(805) 781-5715	
(4) SUBJECT Submittal of a resolution approving amendments to the cooperation agreements with the cities of Arroyo Grande, Atascadero, Morro Bay, Paso Robles, Pismo Beach, and San Luis Obispo to continue eligibility for federal funds through the Community Development Block Grant (CDBG), Home Investment Partnerships (HOME), and Emergency Solutions Grant (ESG) programs for FY 2015-16 through 2017-18. All Districts.			
(5) RECOMMENDED ACTION It is recommended that the Board adopt and instruct the chairperson to sign the attached resolution approving amendments to the cooperation agreements with the cities of Arroyo Grande, Atascadero, Morro Bay, Paso Robles, Pismo Beach, and San Luis Obispo to continue eligibility for federal funds through the Community Development Block Grant (CDBG), Home Investment Partnerships (HOME), and Emergency Solutions Grant (ESG) programs for Fiscal Years 2015-16 through 2017-18.			
(6) FUNDING SOURCE(S) CDBG, HOME, ESG	(7) CURRENT YEAR FINANCIAL IMPACT \$2,306,419.00	(8) ANNUAL FINANCIAL IMPACT \$2,306,419.00	(9) BUDGETED? No
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input checked="" type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: <u>07/15/14</u> Item <u>10</u>	
(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 / Dana Lilley, Supervising Planner

VIA: Trevor Keith, Policy and Programs Manager

DATE: 9/23/2014

SUBJECT: Submittal of a resolution approving amendments to the cooperation agreements with the cities of Arroyo Grande, Atascadero, Morro Bay, Paso Robles, Pismo Beach, and San Luis Obispo to continue eligibility for federal funds through the Community Development Block Grant (CDBG), Home Investment Partnerships (HOME), and Emergency Solutions Grant (ESG) programs for FY 2015-16 through 2017-18. All Districts.

RECOMMENDATION

It is recommended that the Board adopt and instruct the chairperson to sign the attached resolution approving amendments to the cooperation agreements with the cities of Arroyo Grande, Atascadero, Morro Bay, Paso Robles, Pismo Beach, and San Luis Obispo to continue eligibility for federal funds through the Community Development Block Grant (CDBG), Home Investment Partnerships (HOME), and Emergency Solutions Grant (ESG) programs for Fiscal Years 2015-16 through 2017-18.

DISCUSSION

On July 15, 2014, the County approved cooperation agreements with six local cities in order to continue their eligibility to receive formula based CDBG, HOME and ESG grants from the U.S. Department of Housing and Urban Development (HUD). HUD reviewed those cooperation agreements and determined that the agreement must be amended to add a new paragraph and to correct typographic errors in five of the agreements. The typographic error resulted in a two-year term instead of the required three-year term. The new paragraph reads as follows:

- I. The City may not sell, trade, or otherwise transfer all or any portion of CDBG funds to another metropolitan city, urban county, unit of general local government, or Indian tribe, or insular area that directly or indirectly receives CDBG funds in exchange for any other funds, credits or non-Federal considerations, but must use such funds for activities eligible under Title I of the Act.

This item was submitted as an addendum to the agenda because HUD did not inform the County of the need to amend the agreements with the cities until August 17, but HUD requested that the amendments be approved and submitted to HUD prior to September 30. This did not provide sufficient time to prepare the amendments, obtain approval by each city council, and then submit the item prior to the normal agenda deadline for today's meeting. It was therefore submitted as an addendum to the agenda.

OTHER AGENCY INVOLVEMENT/IMPACT

County staff consulted with the participating cities in the development of the proposed cooperation agreements. All six cities wishing to join the urban county have approved the amendments to the cooperation agreements. County Counsel reviewed and approved the attached resolution and agreements as to form and legal effect.

FINANCIAL CONSIDERATIONS

The proposed amendment is required by HUD to maintain the County's eligibility for annual formula based grants from the U.S. Department of Housing and Urban Development.

RESULTS

The purpose of this request is to facilitate continued availability of CDBG, HOME, and ESG funds to benefit county residents through eligible public facilities, public services, affordable housing, and homeless services activities consistent with the County-wide goals of a safe, healthy, livable and prosperous community.

ATTACHMENTS

1. Attachment 1: Resolution Approving Amendment to Cooperation Agreements
2. Attachment 2: Amendment to Arroyo Grande Agreement
3. Attachment 3: Amendment to Atascadero Agreement
4. Attachment 4: Amendment to El Paso de Robles Agreement
5. Attachment 5: Amendment to Morro Bay Agreement
6. Attachment 6: Amendment to Pismo Beach Agreement
7. Attachment 7: Amendment to San Luis Obispo City Agreement