INTRODUCED: June 22, 2020

AN ORDINANCE No. 2020-146

To amend Ord. No. 2020-050, adopted May 11, 2020, which adopted the Fiscal Year 2020-2021 Special Fund Budget and made appropriations pursuant thereto, by increasing estimated revenues from the U.S. Department of Housing and Urban Development and the amount appropriated to the Department of Housing and Community Development's Special Fund by \$418,767.00, for the purpose of funding housing, community and economic development activities, and assistance for low- and moderate- income persons and special needs populations.

 $Patron-Mayor\ Stoney$

Approved as to form and legality by the City Attorney

PUBLIC HEARING: JUL 27 2020 AT 6 P.M.

THE CITY OF RICHMOND HEREBY ORDAINS:

- § 1. That Ordinance No. 2020-050, adopted May 11, 2020, which adopted a Special Fund Budget for the fiscal year commencing July 1, 2020, and ending June 30, 2021, and made appropriations pursuant thereto, be and is hereby amended by increasing estimated revenues from the U.S. Department of Housing and Urban Development by \$418,767.00.
- § 2. That the funds described in section 1 of this ordinance are hereby appropriated to the Special Fund Budget for the fiscal year commencing July 1, 2020, and ending June 30, 2021, by increasing estimated revenues by \$418,767.00, increasing the amount appropriated for AYES:

 9 NOES:

 0 ABSTAIN:

ADOPTED: JUL 27 2020 REJECTED: STRICKEN:

expenditures by \$418,767.00, and allotting to the Department of Housing and Community Development's Special Fund the sum of \$418,767.00 for the purpose of funding housing, community and economic development activities, and assistance for low- and moderate- income persons and special needs populations.

§ 3. This ordinance shall be in force and effect upon adoption.

A TRUE COPY:

TESTE:

City Clerk



CITY OF RICHMOND

INTRACITY CORRESPONDENCE

O&R

REQUEST

DATE:

June 3, 2020

EDITION:

1

TO:

The Honorable Members of City Council

THROUGH: The Honorable Levar M. Stoney, Mayor

6/17/2020

THROUGH: Lenora G. Reid, Acting Chief Administrative Officer lgr

THROUGH: John B. Wack, Director of Finance 99 W

THROUGH: Jay Brown, Director, Department of Budget & Strategic Planning

FROM:

Sharon L. Ebert, Deputy Chief Administrative Officer of Economic Development

and Planning

RE:

Acceptance of Grant Funding, FY2021 (HUD) Entitlement

Grants (CDBG, HOME, ESG and HOPWA)

ORD. OR RES. No.

PURPOSE: To have two separate ordinances adopted, the first is to authorize the Chief Administrative Officer (CAO) to accept an additional \$99,807 Community Development Block Grant (CDBG), \$153,925 HOME Investment Partnership (HOME), \$15,114 Emergency Solutions Grant (ESG), \$149,921 Housing Opportunities for Persons with AIDS (HOPWA) funds for the fiscal year of 2021 Special Fund Budget as part of the 2020 Annual Action Plan of the five year Consolidated Plan. The second request is to amend the previously adopted Special Fund budget (Ordinance #2020-050) to have the additional HUD funds appropriated to the Special Fund for the Department of Housing and Community Development.

REASON: The US Department of Housing and Urban Development has awarded additional entitlement grants to the City of Richmond Department of Housing and Community Development \$99,807 Community Development Block Grant (CDBG), \$153,925 HOME Investment Partnership (HOME), \$15,114 Emergency Solutions Grant (ESG), \$149,921 Housing Opportunities for Persons with AIDS (HOPWA) funds.

RECOMMENDATION: Approval is recommended by the City Administration.

BACKGROUND: The City has been receiving Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development (HUD) since 1975 to implement housing and community development programs. The City began receiving ESG funds

Page 2 of 2

to meet the needs of the homeless population in 1989. HOME funds, which can only be used for housing activities, were first received in 1993. HOPWA funds, addresses the housing needs of individuals affected by HIV/AIDS, were first received in 1997.

Fiscal Impact/Cost: The total additional amount of these awards is \$99,807 CDBG, \$153,925 HOME, \$15,114 ESG, \$149,921 HOPWA, funds. These additional funds total; \$418,767.

Fiscal Implications: Acceptance of these awards will allow the City of Richmond's Department of Housing and Community Development to carry out the housing activities as outlined in the FY20-21 Annual Action Plan.

BUDGET AMENDMENT NECESSARY: Yes to amend Special Fund Ordinance #2020-050.

REVENUE TO CITY: The City of Richmond will receive a total of \$7,899,401 in entitlement funds from HUD to be appropriated to the FY2021 Special Fund Budget. This Amount exceeds the original projected revenue of \$7,480,634 by \$418,767.

DESIRED EFFECTIVE DATE: July 27, 2020

REQUESTED INTRODUCTION DATE: June 22, 2020

CITY COUNCIL PUBLIC HEARING DATE: July 27, 2020

REQUESTED AGENDA: Consent Agenda

RECOMMENDED COUNCIL COMMITTEE: No Standing Committee review pursuant to Rule VI(B)(3)(c) of the Council's Rules of Procedure.

CONSIDERATION BY OTHER GOVERNMENTAL ENTITIES: None

AFFECTED AGENCIES: Budget & Strategic Planning, Planning & Development Review, Housing & Community Development.

RELATIONSHIP TO EXISTING ORD. OR RES.: Companion Ordinance for FY20-21 Annual Action Plan.

REQUIRED CHANGES TO WORK PROGRAM(S): Additional activities will be added to the staff work program for monitoring and implementation.

ATTACHMENTS: HUD Grant Award letter for CDBG, HOME, ESG & HOPWA

STAFF: Michelle B. Peters, Deputy Director II – 646-3975

Daniel Mouer, Housing & Community Development Administrator – 646-7025



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT WASHINGTON, DC 20410-7000

February 18, 2020

The Honorable Levar Stoney Mayor of Richmond 900 E Broad Street Suite 201 Richmond, VA 23219-6115

Dear Mayor Stoney:

I am pleased to inform you of your jurisdiction's Fiscal Year (FY) 2020 allocations for the Office of Community Planning and Development's (CPD) formula programs, which provide funding for housing, community and economic development activities, and assistance for low- and moderate-income persons and special needs populations across the country. President Trump signed Public Law 116-94 on December 20th, 2019, which includes FY 2020 funding for these programs. Your jurisdiction's FY 2020 available amounts are as follows:

Community Development Block Grant (CDBG)	\$4,561,838
HOME Investment Partnerships (HOME)	\$1,609,365
Housing Opportunities for Persons With AIDS (HOPWA)	\$1,336,130
Emergency Solutions Grant (ESG)	\$392,068

This letter highlights several important points related to these programs. We remind grantees that CPD seeks to develop viable communities by promoting integrated approaches that provide decent housing and suitable living environments while expanding economic opportunities for low-and moderate-income and special needs populations, including people living with HIV/AIDS. The primary means towards this end is the development of partnerships among all levels of government and the private sector, including both for-profit and non-profit organizations.

Based on your jurisdiction's CDBG allocation for this year, you also have \$12,322,190 in available Section 108 borrowing authority. Since Section 108 loans are federally guaranteed, this program can leverage your jurisdiction's existing CDBG funding to access low-interest, long-term Induction to invest in Opportunity Zones or other target areas in your jurisdiction.

Because the funds are not appropriated by Congress, Housing Trust Fund (HTF) formula allocation will be announced at a later date under separate cover.

HUD continues to emphasize the importance of effective performance measurements in all of its formula grant programs. Proper reporting in the Integrated Disbursement and Information System (IDIS) is critical to ensuring grantees are complying with program requirements and policies, providing demographic and income information about the persons that benefited from a

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community's activities, and allowing HUD to monitor grantees. Your ongoing attention to ensuring complete and accurate reporting of performance measurement data continues to be an invaluable resource with regard to the impact of these formula grant programs.

The Office of Community Planning and Development is looking forward to working with you to promote simple steps that will enhance the performance of these critical programs and successfully meet the challenges that our communities face. If you or any member of your staff have questions, please contact your local CPD Office Director.

Sincerely,

David C. Woll, Jr.

Principal Deputy Assistant Secretary

Dans (Wof.