

INTRODUCED: April 24, 2017

AN ORDINANCE No. 2017-083

To amend Ord. No. 2016-116, adopted Apr. 25, 2016, as previously amended by Ord. No. 2016-226, adopted Nov. 14, 2016, which authorized the Chief Administrative Officer to submit a Consolidated Plan and Annual Action Plan to the U. S. Department of Housing and Urban Development (HUD) as an application for the receipt of Community Development Block Grant (CDBG) funds, HOME Investment Partnership (HOME) funds, Emergency Solutions Grant (ESG) funds and Housing Opportunities for Persons with AIDS (HOPWA) funds; accepted funds from the U. S. Department of Housing and Urban Development in the total amount of \$6,368,237; and appropriated \$6,568,237 for various projects, for the purposes of re-appropriating unexpended funds and appropriating additional funds in the total amount of \$691,530 and of reallocating funds for various projects.

\_\_\_\_\_  
Patron – Mayor Stoney  
\_\_\_\_\_

Approved as to form and legality  
by the City Attorney  
\_\_\_\_\_

PUBLIC HEARING: MAY 8 2017 AT 6 P.M.

THE CITY OF RICHMOND HEREBY ORDAINS:

I. That Ordinance No. 2016-116, adopted April 25, 2016, as previously amended by Ordinance No. 2016-226, adopted November 14, 2016, be and is hereby amended and reordained as follows:

AYES:            9            NOES:            0            ABSTAIN: \_\_\_\_\_

ADOPTED:    MAY 8 2017    REJECTED: \_\_\_\_\_    STRICKEN: \_\_\_\_\_

§ 1. That the Chief Administrative Officer for, and on behalf of the City of Richmond, be and is hereby authorized and directed to submit a Consolidated Plan for fiscal years 2016-2020 and an Annual Action Plan for fiscal year 2016-2017 to the United States Department of Housing and Urban Development, in the form of the document attached to Ordinance No. 2016-116, adopted April 25, 2016, and identified as Attachment C, amended to cancel certain activities as shown on Attachment D, a copy of which is attached to and incorporated into Ordinance No. 2016-226, adopted November 14, 2016, and as shown on the revised 2016-2017 annual budget plan, a copy of which is attached to and incorporated into this amendatory ordinance, as an application for the receipt of Community Development Block Grant (CDBG) funds, HOME Investment Partnership (HOME) funds, Emergency Solutions Grant (ESG) funds and Housing Opportunities for Persons with AIDS (HOPWA) funds and to accept funds in the total amount of \$6,368,237 (\$4,082,806 – CDBG; \$1,096,458 – HOME; \$375,498 – ESG; and \$813,475 – HOPWA) from the United States Department of Housing and Urban Development, as specified in the revised 2016-2017 annual budget plan [~~identified as Attachment A~~], a copy of which is attached to and incorporated into this amendatory ordinance.

§ 2. That the funds in the total amount of [~~\$6,368,237~~] \$7,259,767, comprised of such grants from the United States Department of Housing and Urban Development in the total amount of \$6,368,237 together with [~~\$98,535~~] \$379,765 in prior year surplus from CDBG funds [~~and \$101,465~~], \$376,765 in CDBG program income [~~from 2016~~], and \$135,000 in prior year surplus from HOPWA funds, are hereby appropriated to the Special Fund Budget for the fiscal year commencing July 1, 2016, and ending June 30, 2017, for the purposes set forth [~~on Attachment A~~] in the revised 2016-2017 annual budget plan attached to this amendatory ordinance.

§ 3. This ordinance shall be in force and effect as of July 1, 2016.

II. This amendatory ordinance shall be in force and effect upon adoption.



CITY OF RICHMOND
INTRACITY CORRESPONDENCE

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MAR 6 2017

Budget & Strategic Planning

O&R REQUEST

DATE: February 23, 2017

EDITION: 1
O & R REQUEST

TO: The Honorable Members of City Council

4-6285

THROUGH: The Honorable Levar M. Stoney, Mayor

Handwritten initials and date 4/5/17

MAR 13 2017

THROUGH: Selena Cuffee-Glenn, Chief Administrative Officer

Handwritten initials SCO

Office of the Chief Administrative Officer

THROUGH: Lenora G. Reid, Deputy Chief Administrative Officer Finance and Administration

Handwritten initials and date 3/8/17

THROUGH: John B. Wack, Director of Finance

Handwritten initials JBW

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

Handwritten initials JB

THROUGH: Peter L. Downey, Deputy Chief Administrative Officer of Planning Economic Development

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FROM: Douglas Dunlap, Interim Director, Department of Economic and Community Development

Handwritten initials DD

RE: The FY 2017 Consolidated Plan and Annual Action Plan Budget (HUD) Entitlement Grants (CDBG, HOME, ESG and HOPWA)

ORD. OR RES. No. \_\_\_\_\_

PURPOSE: To re-appropriate surplus federal funds, appropriate received program income, and adjust certain project activities, thereby amending the City of Richmond's 2016 - 2017 Consolidated Plan and Annual Action Plan. The City will re-appropriate surplus Community Development Block Grant (CDBG), HOME Investment Partnership (HOME) Funds and Housing Opportunities for Persons with AIDS (HOPWA) funds for the 2016-2017 fiscal year. Total funds to be re-appropriated and or appropriated are as follows: CDBG \$556,530.00, HOPWA \$135,000.

In addition amend the City of Richmond's 2016-2017 Consolidated Plan and Annual Action Plan for the change in Broad National Objective for three CDBG and HOME funded activities.

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APR 07 2017

OFFICE OF CITY ATTORNEY

**BACKGROUND:** The City has been the recipient of CDBG funds from the U.S. Department of Housing since 1975 to implement housing and community development programs in the City's neighborhoods. HOPWA funds, addressing the housing needs of individuals affected by HIV/AIDS, were first received in 1997. Federal regulations require the City to amend its Consolidated Plan and Annual Action Plan when canceled activities have drawn federal funds. Federal and local regulations require that program income and surplus funds be respectively appropriated to CDBG and HOPWA programs. The reprogrammed funds are primarily the result of funds being recaptured from completed activities and earned program income.

**Community Development Block Grant funds (CDBG):**

**CDBG Prior Year Surplus- \$281,230**

**CDBG Program Income - \$275,300**

**Total CDBG allocation: Increase budget by \$556,530 from \$4,282,806 to \$4,839,336.**

**Citywide Critical Home Repair (PH):** Increase by \$27,530 from \$350,000 to \$377,530. Per the Voluntary HUD Agreement the City is required to dedicate 10% of its CDBG Program Income for repairs to eligible manufactured housing, (trailers).

**Jefferson Davis Mixed Use Development -** Add new activity at \$70,000 for the acquisition and development of a mixed use development.

**Matthews at Chestnut Hill -** Increase by \$350,000 from \$250,000 to \$600,000 for the construction and phase one development of the 32 single family housing project benefitting low and moderate income households.

**Neighborhood Stabilization HNP (SCDHC) -** Add new activity at \$159,000 for the rehabilitation and completion of a home in Northside under the NSP 1 program to benefit low and moderate income home buyers.

**New Clay House II (VSH) -** Increase by \$100,000 from \$100,000 to \$200,000 towards the acquisition of property located at 1125 W. Clay Street. The activity will provide permanent affordable housing to income eligible individuals.

**R Street Lots (SCDHC) -** Add new activity at \$100,000 for the acquisition and construction of four new homes for the infill of R Street and 26<sup>th</sup> Street.

**Section 108 2012 Loan Repayment (Finance) -** Reduce by \$250,000 from \$500,000 to \$250,000 for the repayment of the City's Section 108 loan.

**Venable Street (BHC) -** Cancel the Venable Street project by recapturing \$100,000 on BHC's multifamily housing project.

**3200 W. Broad Street (BHC) -** Add new activity at \$100,000 for predevelopment cost for a mixed use/mixed income multifamily development.

**Housing Opportunities for Persons with Aids Program (HOPWA):**

**HOPWA Prior Year Surplus- \$135,000**

**HOPWA Program Income - \$0**

**Total HOPWA allocation:** Increase budget by \$135,000 from \$813,475 to \$948,475.

**HOPWA Greater Richmond (CCC) -** Increase by \$135,000 from \$479,475 to \$614,475 to provide supportive services and housing assistance to households with HIV in the Richmond MSA.

**Change Broad National Objective:**

**No change in allocation as a result of this amendment.**

1. CDBG and HOME activities related Swansboro 22<sup>nd</sup> and Perry project. The project has been re-designed from multifamily housing to the development of 22 single family housing units for home ownership. The national objective to be met will be low and moderate income housing beneficiaries.
2. The Low Moderate Area activity related to the construction of an alley in the 1200 block of Catherine Street will be changed from Public Facility LMA activity to Acquisition of Low Moderate Housing activity. Funds will be used to purchase lot at the corner of Harrison and Catherine Street.
3. 2618-2620 Nine Mile Road change the national objective to low moderate area beneficiaries.

**RECOMMENDATION:** Approval is recommended by the Administration.

**FISCAL IMPACT / COST:** The City has received the following Federal Entitlement, program income and surplus funds in fiscal year 2016-2017: CDBG \$4,839,336.00, HOME \$1,096,458.00, ESG \$375,498.00 and HOPWA \$948,475.00. These funds total \$7,259,767.00.

**FISCAL IMPLICATIONS:** The appropriations and re-appropriations of the City's HUD Entitlement and surplus funding will enable the City to achieve stated goals for blight reduction, increasing homeownership, strengthening neighborhoods, and assisting families and individuals in need. Many of these activities will strengthen the City's tax base over time.

**BUDGET AMENDMENT NECESSARY:** No

**REVENUE TO CITY:** The entitlement funds received from HUD and subsequent program income and surplus (carry-over) dollars are Special Fund dollars.

**DESIRED EFFECTIVE DATE:** Upon Approval

**REQUESTED INTRODUCTION DATE:** March 27, 2017

**CITY COUNCIL PUBLIC HEARING DATE:** April 10, 2017

**REQUESTED AGENDA:** Consent Agenda

**RECOMMENDED COUNCIL COMMITTEE:** Finance & Economic Development

**CONSIDERATION BY OTHER GOVERNMENTAL ENTITIES:** None

**AFFECTED AGENCIES:** Budget & Strategic Planning, RRHA, Planning & Development Review, Economic & Community Development

**RELATIONSHIP TO EXISTING ORD. OR RES.:** Ordinance 2016-115 & 2016-226

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

**ATTACHMENTS:** None

**STAFF:** Denise Lawus, Deputy Director II – 646-3975  
Douglas Dunlap, Interim Director – 646-6822  
Daniel Mouer, Project Development Manager – 646-7025

**CDBG**

	<b>Adopted Budget FY 2017</b>	<b>Amended Budget FY 2017</b>
CDBG Entitlement Grant	\$ 4,082,806	\$ 4,082,806
CDBG Prior Year Surplus	\$ 98,535	\$ 379,765
CDBG Program Income	\$ 101,465	\$ 376,765
<b>TOTAL CDBG Budget</b>	<b>\$ 4,282,806</b>	<b>\$ 4,839,336</b>

<b>Project Name</b>	<b>Subrecipient</b>	<b>FY 2017</b>	<b>FY 2017</b>
<b>Housing &amp; Neighborhood Preservation</b>			
<b>3200 W. Broad Street</b>	BHC	\$ -	\$ 100,000
Carver Affordable Homeownership	PH	\$ 175,000	\$ 175,000
Carver Newtowne-West NiB	RRHA	\$ 25,000	\$ 25,000
Church Hill Narrow Lot Homes	PH	\$ 100,000	\$ 100,000
<b>Citywide Critical Home Repair</b>	PH	\$ 350,000	\$ 377,530
Citywide Owner Occupied Home Repair	PH	\$ 120,000	\$ 120,000
<b>Jefferson Davis Mixed Use Dev</b>		\$ -	\$ 70,000
Keystone Program City-wide DPA	H.O.M.E., Inc.	\$ 258,388	\$ 258,388
<b>Matthews At Chestnut Hill</b>	SCDHC	\$ 250,000	\$ 600,000
Mimosa Creek	SCDHC	\$ 300,000	\$ 300,000
<b>New Clay House II</b>	VSH	\$ 100,000	\$ 200,000
<b>Neighborhood Stabilization HNP</b>	SCDHC	\$ -	\$ 159,000
NiB Area Housing Code Enforcement	DPDR	\$ 131,418	\$ 131,418
Pathways to Independence - DPA	SCDHC	\$ 60,000	\$ 60,000
Rebuilding Together Year Round	Rebuilding Together	\$ 90,000	\$ 90,000
<b>R Street and 26th Street lots</b>	SCDHC	\$ -	\$ 100,000
<b>Section 108 2012 Loan Repayment</b>	Finance	\$ 500,000	\$ 250,000
Southern Barton Heights	RRHA	\$ 25,000	\$ 25,000
<b>Venable Street</b>	BHC	\$ 100,000	\$ -
Venable Street Shell Rehab	PH	\$ 70,000	\$ 70,000

**Subtotal - Housing & Neighborhood Preservation: \$ 2,654,806 \$ 3,211,336**

**Economic Development**

Neighborhood Economic Development	DECD	\$ 300,000	\$ 300,000
<b>Subtotal - Economic Development:</b>		<b>\$ 300,000</b>	<b>\$ 300,000</b>

<b>Project Name</b>	<b>Subrecipient</b>	<b>FY 2017</b>	<b>FY 2017</b>
<b>Planning &amp; Administration</b>			
Block Grant Administration and Housing	DECD	\$ 250,000	\$ 250,000
Fair Housing	H.O.M.E., Inc.	\$ 20,000	\$ 20,000
Finance/Monitoring	Finance	\$ 133,000	\$ 133,000
Historic Review	DPDR	\$ 52,000	\$ 52,000
Neighborhood Planning	DECD	\$ 288,000	\$ 288,000
<b>Subtotal - Planning &amp; Administration:</b>		<b>\$ 743,000</b>	<b>\$ 743,000</b>



**Public Services**

Childhood Lead Poisoning Prevention	RHD	\$ 100,000	\$ 100,000
Housing Code Enforcement & Counseling	RDSS	\$ 90,000	\$ 90,000
Housing Information & Counseling	H.O.M.E., Inc.	\$ 175,000	\$ 175,000
Metal Trades Job Training	DECD	\$ 90,000	\$ 90,000
Positive Paths	Trinity	\$ 30,000	\$ 30,000
Residential Support for Homeless Families	RBHA	\$ 100,000	\$ 100,000

**Subtotal - Public Services: \$ 585,000 \$ 585,000**

**TOTAL CDBG BUDGET: \$ 4,282,806 \$ 4,839,336**

**HOME**

	<b>Adopted Budget FY 2017</b>	<b>Amended Budget FY 2017</b>
HOME Entitlement Grant	\$ 1,096,458	\$ 1,096,458
HOME Prior Year Program Surplus	\$ -	\$ -
Rental Rehab Program Income	\$ -	\$ -
<b>TOTAL HOME Budget</b>	<b>\$ 1,096,458</b>	<b>\$ 1,096,458</b>

<b><u>Project Name</u></b>	<b><u>Subrecipient</u></b>	<b><u>FY 2017</u></b>	<b><u>FY 2017</u></b>
Carver Affordable Homeownership	PH	\$ 145,000	\$ 145,000
Church Hill Model Block Partnership - BHC	BHC	\$ 180,000	\$ 180,000
Church Hill/Northside Revitalization	Habitat	\$ 140,000	\$ 140,000
Citywide Owner Occupied Home Repair	PH	\$ 86,458	\$ 86,458
Community Housing Empowerment NiB DPA	H.O.M.E., Inc.	\$ 245,000	\$ 245,000
HOME Program Administration	DECD	\$ 100,000	\$ 100,000
Mimosa Creek	SCDHC	\$ 200,000	\$ 200,000

**TOTAL HOME BUDGET: \$ 1,096,458 \$ 1,096,458**

**EMERGENCY SOLUTIONS GRANT**

ESG Entitlement Grant  
 ESG Prior Year Program Surplus  
**TOTAL ESG Budget**

<b>Adopted Budget FY 2017</b>	<b>Amended Budget FY 2017</b>
\$ 375,498	\$ 375,498
\$ -	\$ -
<b>\$ 375,498</b>	<b>\$ 375,498</b>

<b>Project Name</b>	<b>Subrecipient</b>	<b>FY 2017</b>	<b>FY 2017</b>
ESG Program Administration	DECD	\$ 15,498	\$ 15,498
Emergency Financial Assistance Program	RDSS	\$ 35,000	\$ 35,000
Emergency Shelter Program	CARITAS	\$ 55,000	\$ 55,000
Finance Monitoring	Finance	\$ 2,500	\$ 2,500
Homeward Community Information System (HMIS)	Homeward	\$ 7,500	\$ 7,500
Short Term Shelter and Rapid Re-housing	HomeAgain	\$ 210,000	\$ 210,000
Rapid Re-housing	YWCA	\$ 50,000	\$ 50,000
<b>TOTAL ESG BUDGET:</b>		<b>\$ 375,498</b>	<b>\$ 375,498</b>

**HOPWA**

HOPWA Entitlement Grant  
 HOPWA Prior Year Program Surplus  
**TOTAL HOPWA Budget**

<b>Adopted Budget FY 2017</b>	<b>Amended Budget FY 2017</b>
\$ 813,475	\$ 813,475
\$ -	\$ 135,000
<b>\$ 813,475</b>	<b>\$ 948,475</b>

<b>Project Name</b>	<b>Subrecipient</b>	<b>FY 2017</b>	<b>FY 2017</b>
Housing Assistance Program	Serenity, Inc.	\$ 90,000	\$ 90,000
HOPWA CIS	Homeward	\$ 20,000	\$ 20,000
HOPWA Finance Monitoring	Finance	\$ 4,000	\$ 4,000
<b>HOPWA Greater Richmond</b>	CCC	<b>\$ 479,475</b>	<b>\$ 614,475</b>
HOPWA Program Administration	DECD	\$ 20,000	\$ 20,000
Stratford House	VSH	\$ 200,000	\$ 200,000
<b>TOTAL HOPWA BUDGET:</b>		<b>\$ 813,475</b>	<b>\$ 948,475</b>

Grand Total

\$ 7,259,767

## Key to Agency Abbreviations

<b><u>Abbreviation</u></b>	<b><u>Agency Name</u></b>
BHC	Better Housing Coalition
CARITAS	CARITAS/The Healing Place
CCC	Commonwealth Catholic Charities
DECD	Dept. of Economic & Community Development
DPDR	Dept. of Planning & Development Review
Fan Free	Fan Free Clinic
Finance	Dept. of Finance
Habitat	Richmond Metropolitan Habitat for Humanity
H.O.M.E., Inc.	Housing Opportunities Made Equal, Inc.
PH	project:Homes (formerly ElderHomes Corp.)
Rebuilding Together	Rebuilding Together Richmond
RBHA	Richmond Behavioral Health Authority
RDSS	Richmond Dept. of Social Services
RHD	Richmond City Health District (Dept. of Public Health)
RRHA	Richmond Redevelopment & Housing Authority
Serenity	Serenity, Inc
SCDHC	Southside Community Development & Housing Corporation
SJV	St. Joseph's Villa
Trinity	Trinity Village Center
VCU	Virginia Commonwealth University
VSH	Virginia Supportive Housing
YWCA	YWCA of Richmond