



CITY COUNCIL AGENDA

DATE:	8/4/2020	REFERENCE NO.:	M&C 20-0497	LOG NAME:	19NS ACTION PLAN 2020-2021
CODE:	G	TYPE:	NON-CONSENT	PUBLIC HEARING:	YES

SUBJECT: Conduct Public Hearing and Approve the City's 2020-2021 Annual Action Plan for the Use of Federal Grant Funds in the Amount of \$12,793,159.00 to be Awarded by the U.S. Department of Housing and Urban Development from the Community Development Block Grant, HOME Investment Partnerships Program, Emergency Solutions Grant, and Housing Opportunities for Persons with AIDS Programs; Authorize Collection and Use of Program Income; Authorize Execution of Related Contracts; Authorize the Use of Fee Waivers as HOME Match; and Adopt Appropriation Ordinance (ALL COUNCIL DISTRICTS)

(**PUBLIC HEARING** - a. Report of City Staff: Sharon Burkley; b. Public Presentations; c. Council Action: Close Public Hearing and Act on the M&C)

RECOMMENDATION:

It is recommended that City Council:

1. Conduct a public hearing to allow citizen input and consideration of the City's 2020-2021 Annual Action Plan for use of federal grant funds to be awarded by the United States Department of Housing and Urban Development in the amount of \$12,793,159.00 from the Community Development Block Grant, HOME Investment Partnerships Program, Emergency Solutions Grant, and Housing Opportunities for Persons with AIDS grant programs, and for the use of program income from activities using prior years' federal grant funds;
2. Approve the City's 2020-2021 Annual Action Plan for submission to the United States Department of Housing and Urban Development, including allocations of grant funds to particular programs and activities as detailed below;
3. Authorize the collection and use of an estimated \$75,000.00 of program income which is expected to result from activities using prior years' Community Development Block Grant funds for the City's Priority Repair Program;
4. Authorize the collection and use of an estimated \$75,000.00 of program income which is expected to result from activities using prior years' HOME Investment Partnerships Program grant funds for the City's Homebuyer Assistance Program, and authorize the use of 10 percent of the program income for administrative costs;
5. Authorize the City Manager or his designee to execute contracts for one year terms with the agencies listed in Tables 1, 2 and 3 below for Program Year 2020-2021 for Community Development Block Grant, Emergency Solutions Grant, and Housing Opportunities for Persons with AIDS grant funds, contingent upon receipt of funding, and satisfactory completion of all federal regulatory requirements;
6. Authorize the City Manager or his designee to extend the contracts for up to one year if an agency or department requests an extension and such extension is necessary for completion of the program, or to amend the contracts if necessary to achieve program goals provided any amendment is within the scope of the program and in compliance with City policies and all applicable laws and regulations governing the use of federal grant funds; and
7. Adopt the attached Appropriation Ordinance increasing the estimated receipts and appropriations to the Grants Operating Federal Fund in the total amount of \$12,793,159.00 consisting of \$7,487,093.00 in Community Development Block Grant funds, \$2,971,282.00 in HOME Investment Partnerships Program grant funds, \$638,858.00 in Emergency Solutions Grant funds, and \$1,695,926.00 in Housing Opportunities for Persons with AIDS grant funds, plus any program income, all subject to receipt of such funds.

DISCUSSION:**DISCUSSION:**

The City's 2020-2021 Annual Action Plan summarizes the major housing and community development activities and proposed expenditures for the program year beginning October 1, 2020 and ending September 30, 2021 for use of federal grant funds totaling \$12,793,159.00 from the United States Department of Housing and Urban Development (HUD) from the Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), Emergency Solutions Grant (ESG), and Housing Opportunities for Persons with AIDS (HOPWA) grant programs. It also summarizes the use of program income resulting from activities using prior years' CDBG and HOME funds, the primary purpose of which is to benefit low- and moderate-income persons in Fort Worth. ESG funds primarily benefit homeless persons, and HOPWA funds primarily benefit low- and moderate-income persons with HIV/AIDS.

Staff developed initial recommendations for the allocation of the estimated funding from HUD based on prior years' funding levels. A public hearing was held on May 20, 2020 to provide citizens the opportunity to participate in the development of the Annual Action Plan. Recommendations for award amounts were considered and adopted by the Community Development Council on May 20, 2020. These funding recommendations were presented to the Housing and Neighborhood Services Committee on June 2, 2020 and to the City Council on June 23, 2020.

A 30-day public comment period was held from July 1, 2020 to July 31, 2020. Notice of this public comment period was published in the *Wise County Messenger* and *Glen Rose Reporter* on June 26, 2020; in the *Cleburne Times-Review*, *Hood County News*, and *Weatherford Democrat* on June 27, 2020; in the *Fort Worth Star-Telegram* on June 28, 2020; in *La Vida News* on July 2, 2020, and in *La Estrella* on July 4, 2020.

Any comments received are maintained by the Neighborhood Services Department in accordance with federal regulations. The City held two public hearings as part of the HUD required citizen participation process. The first public hearing was held by staff on July 15, 2020, and the second public hearing is scheduled for the City Council meeting on August 4, 2020.

A summary of the Community Development Council's final funding recommendations is provided below and in Tables 1, 2, and 3. A spreadsheet of funding recommendations is also attached. The 2020-2021 Annual Action Plan will be submitted to HUD by August 15, 2020.

Indirect costs are not being charged to these grants, as the Neighborhood Services Department Indirect Cost rate was zero in the City's most recent Cost Allocation Plan.

COMMUNITY DEVELOPMENT BLOCK GRANT

For Program Year 2020-2021, it is recommended that the amount of \$7,412,093.00 in CDBG funds and an estimated amount of \$75,000.00 in CDBG program income totaling \$7,487,093.00 be allocated as follows:

Public Services - \$1,111,814.00: Includes social services for low- and moderate-income persons, persons with disabilities, and other eligible populations

Housing Programs - \$2,848,219.00: Includes funding for the City's Priority Repair Program, Cowtown Brush-Up, Trinity Habitat for Humanity Preserve-A-Home, homebuyer and housing services, accessibility modifications for seniors and persons with disabilities, and related project delivery costs for these programs

Major Projects - \$1,969,641.00: Includes funding for grant matching funds for the City's LeadSafe program. It also includes funds for new affordable multifamily housing for the Palladium Fair Apartments and a project to be developed by Fort Worth Housing Solutions as part of its Choice Neighborhoods Implementation (CNI) grant from HUD for the Cavile Place/Historic Stop Six Neighborhood.

Administration - \$1,482,419.00: Includes costs for administering the CDBG grant, including allocations for the Financial Management Services and Planning and Development Departments.

Estimated Program Income - \$75,000.00: Includes up to \$75,000.00 in funding for the City's Priority Repair Program. Any CDBG program income over the estimated amount not used for the

Priority Repair Program will be allocated to priority activities in the City’s Consolidated Plan, subject to City Council approval.

HOME INVESTMENT PARTNERSHIPS PROGRAM

For Program Year 2020-2021, it is recommended that the amount of \$2,896,282.00 in HOME funds and an estimated amount of \$75,000.00 in HOME program income totaling \$2,971,282.00 be allocated as follows:

Homebuyer Assistance Program - \$1,059,052.00: Includes funding for down payment and closing cost assistance for low- and moderate-income homebuyers.

Community Development Housing Organizations - \$494,442.00: HUD requires that a minimum of 15 percent of HOME funds be allocated to Community Development Housing Organizations (CHDOs) for affordable housing projects. These funds will be used by Development Corporation of Tarrant County (DCTC) for single-family infill development in the Polytechnic neighborhood. The City is also authorized by HUD to fund CHDO operating costs to support community-based affordable housing development. These funds for operating costs will be used by DCTC to support completion of the Polytechnic single-family infill project. All housing developed with these funds will be sold to homebuyers making at or below 80 percent of area median income (AMI), set by HUD.

Major Projects - \$1,053,160.00: Includes funds allocated to the multifamily project to be developed by FWHS as part of its CNI Grant, and Columbia Renaissance Square Phase II. Funds are also allocated to Stop Six Model Blocks Single Family Infill Construction to fulfill prior year's commitment of funds.

Administration - \$289,628: Includes costs for administering the HOME grant.

Estimated Program Income - \$75,000.00: Includes funding for the Homebuyer Assistance Program and HOME grant administrative costs. HUD allows the City to use 10 percent of any HOME program income towards the cost of administering the HOME grant. HOME program income over the estimated amount not used for the Homebuyer Assistance Program will be allocated to priority activities in the City’s Consolidated Plan, subject to City Council approval.

HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS

For Program Year 2020-2021, it is recommended that the amount of \$1,695,926.00 in HOPWA funds be allocated as follows:

Public Service Agencies - \$968,649.00

Neighborhood Services Department/Community Action Partners: \$676,399.00

Administration - \$50,878.00

EMERGENCY SOLUTIONS GRANT

For Program Year 2020-2021, it is recommended that the amount of \$638,858.00 in ESG funds be allocated as follows:

Public Service Agencies - \$590,944.00

Administration - \$47,914.00

CONTRACT RECOMMENDATIONS

The Community Development Council and staff recommend that contracts be executed with the listed agencies for the amounts shown in the following tables.

Community Development Block Grant Contracts

TABLE 1: CDBG AGENCIES		
AGENCY	PROGRAM	AMOUNT
AB Christian Learning Center	After School Tutoring	\$85,000.00
AB Christian Learning Center	Summer Reading Program	\$50,000.00
Camp Fire First Texas	After School Program	\$50,000.00

Girls Incorporated of Tarrant County	Whole Girl Approach for At-Risk Youth	\$75,000.00
United Community Centers, Inc.	Educational Enrichment	\$100,000.00
Goodwill Industries of Fort Worth	Employment/Job Training	\$90,000.00
Guardianship Services, Inc.	Financial Exploitation Prevention Workshops in the City of Fort Worth	\$70,000.00
Housing Channel	Homebuyer Education and Housing Counseling Services	\$125,000.00
The Ladder Alliance	Employment/Job Training	\$80,000.00
Meals-On-Wheels, Inc. of Tarrant County	Home-Delivered Meals	\$71,814.00
Community Foundation of North Texas, Inc. DBA North Texas Community Foundation	Read Fort Worth Summer Scholars	\$55,000.00
The Presbyterian Night Shelter of Tarrant County, Inc.	Case Management for Homeless	\$145,000.00
Sixty and Better, Inc.	Health and Wellness Program Expansion	\$40,000.00
Sixty and Better, Inc.	Transportation for Seniors	\$75,000.00
CDBG Public Service Subtotal		\$1,111,814.00
Rehabilitation, Education and Advocacy for Citizens with Handicaps DBA REACH, Inc.	Accessibility Improvements for Low Income Residents	\$115,000.00
Fort Worth Area Habitat for Humanity, Inc. DBA Trinity Habitat for Humanity	Cowtown Brushup Paint Program	\$455,000.00
Fort Worth Area Habitat for Humanity, Inc. DBA Trinity Habitat for Humanity	Preserve-A-Home Program (Rosemont Neighborhood Improvement Strategy)	\$400,000.00
TOTAL CDBG CONTRACTS		\$2,081,814.00

Housing Opportunities for Persons With AIDS Contracts:

TABLE 2: HOPWA AGENCIES		
AGENCY	PROGRAM	AMOUNT
Tarrant County Samaritan Housing, Inc.	Supportive Services, Facility-Based Housing Operations, Tenant-Based Rental Assistance TBRA, Administration	\$738,649.00

AIDS Outreach Center, Inc.	Short Term Rent Mortgage and Utility Assistance, Supportive Services, Administration	\$230,000.00
TOTAL HOPWA CONTRACTS		\$968,649.00

Emergency Solutions Grant Contracts:

TABLE 3: ESG AGENCIES		
AGENCY	PROGRAM	AMOUNT
The Presbyterian Night Shelter of Tarrant County, Inc.	Shelter Operations/Services	\$131,315.00
Lighthouse for the Homeless DBA True Worth Place	Shelter Operations/Services	\$177,000.00
The Salvation Army	Homelessness Prevention	\$107,629.00
Center for Transforming Lives	Rapid Re-Housing	\$100,000.00
SafeHaven of Tarrant County	Shelter Operations/Services	\$75,000.00
TOTAL ESG CONTRACTS		\$590,944.00

All figures have been rounded to the nearest dollar for presentation purposes.

These programs are available in ALL COUNCIL DISTRICTS.

FISCAL INFORMATION/CERTIFICATION:

The Director of Finance certifies that upon approval of the above recommendations and adoption of the attached appropriation ordinance, funds will be available in the current operating budget, as appropriated, of the Grants Operating Federal Fund. The Neighborhood Services Department has the responsibility to validate the availability of funds prior to an expenditure being made and will be responsible for the collection and deposit of funds due to the City. These are reimbursement grants.

TO

Fund	Department ID	Account	Project ID	Program	Activity	Budget Year	Reference # (Chartfield 2)	Amount
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FROM

Fund	Department ID	Account	Project ID	Program	Activity	Budget Year	Reference # (Chartfield 2)	Amount
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Submitted for City Manager's Office by:

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ATTACHMENTS

[19NS Action Plan Rec7.docx](#)

[HUD 2020-2021 Action Plan Selected Slides.pdf](#)

[Secretary of State Entity Names 070720.pdf](#)