

COUNTY OF SACRAMENTO
CALIFORNIA

APPROVED
BY RESOLUTION# 2009-0149
BOARD OF SUPERVISORS

MAR 10 2009
By *Cyril Lee*
Clerk of the Board

For the Agenda of:
March 10, 2009
10:15 AM

30

To: Board of Supervisors

From: Sacramento Housing and Redevelopment Agency

Subject: County Of Sacramento Community Development Block Grant (CDBG) Program
Mid-Year Action Plan Update

Supervisory District: All

Contact: Gregory Wessel, Assistant Director, Housing and Community Development,
440-1346
David Ossont, Redevelopment Analyst, 440-1322

Overview

This report de-funds and re-appropriates Community Development Block Grant (CDBG) funds as part of the mid-year budget adjustment process. Activities being de-funded are those that have been completed or cancelled. Newly funded activities are scheduled to be implemented and completed within the next 18 months to comply with federal regulations governing the timely expenditure of CDBG funds.

Recommendations

Staff recommends the adoption of the attached resolution which:

1. authorizes the Sacramento Housing and Redevelopment Agency (Agency) to defund previously approved CDBG activities that have been completed and/or cancelled in the aggregate amount of \$210,000 as detailed in Attachment I and reprogram the funds to CDBG Unallocated Capital Reserve;
2. authorizes the Agency to appropriate \$390,000 for new and continuing CDBG activities to be completed within the next 18 months, and amends the Agency budget accordingly;
3. amends various One-Year Action Plans governing the use of entitlement and revolving loan funds for various CDBG activities, and amends the Agency budget accordingly;
4. authorizes the Agency Executive Director, or designee, to execute all necessary agreements and contracts to carry out the recommended activities described in this report; and
5. authorizes the County Executive to execute all necessary agreements and contracts to carry out the recommended activities described in this report.

Measures/Evaluation

The proposed de-funding and appropriation of funds for new and existing activities are consistent with the goals and objectives of the approved County of Sacramento's 2008-2012 Consolidated Plan. The proposed cooperation and consortium agreements are consistent with the goals and objectives of the approved County of Sacramento's 2008-2012 Consolidated Plan.

Fiscal Impact

The attached resolution authorizes the amendment of the Agency budget to: 1) defund CDBG cancelled and/or completed projects in the amount of \$210,000 and allocates the funds to capital reserve; 2) allocate \$200,000 to the Galt Parking Lot Acquisition and Rehabilitation Project and; 3) allocate \$190,000 to the Fulton Avenue Special Planning Area/Environmental Impact Review (SPA/EIR). It also amends various years' One-Year Action Plans to reflect augmentations in the amount of \$390,000, to new activities or previously funded activities which can be completed within 18 months as required by HUD. With these changes the capital reserve account is at a level of \$774,826 or approximately 14 percent of our annual allocation.

BACKGROUND

This report finalizes the County of Sacramento's 2009 One-Year Action Plan and recommends adjustments to the Agency budget, both of which were approved by the Board of Supervisors in 2008. This Action Plan will also update the County Consolidated Plan and revisions will be submitted to HUD. The Consolidated Plan is a five-year planning document covering the period of 2008-2012. The Consolidated Plan identifies the County's housing and community development needs and describes a long-term strategy for meeting those needs. In addition to providing a broad policy framework, the Consolidated Plan specifically addresses four federally-funded housing and community development programs: CDBG, HOME, Emergency Shelter Grant (ESG), and Housing Opportunities for Persons with AIDS (HOPWA). (HOPWA is funded through the City of Sacramento but serves both the City and County of Sacramento.)

This report recommends amending the 2009 One-Year Action Plan by de-funding cancelled and completed CDBG projects and/or programs, and funding new/existing projects and/or programs. This adjustment not only updates the Consolidated Plan but also facilitates timely expenditures, as required by HUD.

DISCUSSION

Staff recommends that previously approved CDBG appropriations presented in Attachment I be reprogrammed. Staff further recommends that the appropriations outlined in Attachment II be made available to activities that will be completed within the next 18 months. In addition, staff recommends the following changes to previous staff report narratives to accurately reflect previously authorized Agency budgets:

- add language regarding the 2005 La Placita Lighting Project to include Woodberry Way, Coretto Way, Plumas Court and the River Trails area as alternate locations for the installation of streetlights.

COMMISSION ACTION

At its meeting of January 21, 2009, the Sacramento Housing and Redevelopment Commission considered the staff recommendation for this item. The votes were as follows:

AYES: Burruss, Dean, Fowler, Gore, Morgan, Otto, Shah, Stivers

NOES: None

ABSENT: Chan, Coriano

MEASURES/EVALUATIONS

The proposed de-funding and appropriation of funds for new and existing activities are consistent with the goals and objectives of the approved County of Sacramento's 2008-2012 Consolidated Plan. The cooperation and consortium agreements are consistent with the goals and objectives of the approved County of Sacramento's 2008-2012 Consolidated Plan. The Consolidated Plan goals include assisting low- and moderate-income persons and areas with the following: community services, housing, homeless facilities and services, public improvements and facilities, economic development, planning and administration.

FINANCIAL ANALYSIS

The attached resolution authorizes the amendment of the Agency budget and various years' One-Year Action Plans to defund CDBG cancelled and/or completed projects in the amount of \$210,000 as detailed in Attachment I and allocates the funds to capital reserve. The resolution also reallocates funds in the amount of \$390,000, to new activities or previously funded activities detailed in Attachment II which can be completed within 18 months as required by HUD.

POLICY CONSIDERATIONS

The actions recommended in this report are consistent with previously approved policies and federal requirements.

ENVIRONMENTAL REVIEW

California Environmental Quality Act (CEQA) and National Environmental Policy Act (NEPA): The following proposed actions are exempt from environmental review based on the specified CEQA and NEPA exemptions:

2009 Galt Parking Lot Acquisition and Rehabilitation Project

Improvement of Existing Public Facilities – NEPA per 24 CFR 58.35 (a)(1) & (2) and CEQA per Guidelines Section 15301(c), 15303 (d), and 15304 (b):

2009 Fulton Avenue SPA/EIR

Planning and Feasibility Studies – NEPA per 24 CFR Section 58.34 (a)(1) and CEQA per Guidelines Section 15262

M/WBE CONSIDERATIONS

Minority and Women's Business Enterprise requirements will be applied to all activities to the extent required by federal funding.

Respectfully submitted,

APPROVED

LA SHELLE DOZIER
Executive Director
Sacramento Housing and Redevelopment Agency

TERRY SCHUTTEN
County Executive

Attachments:

RES – CDBG Mid-Year Amendment BOS
ATT I – Project and Program Defunding
ATT II – 2009 County One Year Action Plan activities

RESOLUTION NO. 2009-0149

**AMENDMENT TO THE COUNTY COMMUNITY DEVELOPMENT BLOCK GRANT
(CDBG) VARIOUS YEARS' ACTION PLANS;**

WHEREAS, On October 23, 2007, the County of Sacramento Board of Supervisors approved the 2008-2012 Consolidated Plan; and

WHEREAS, On October 23, 2007, the County of Sacramento Board of Supervisors approved the 2008 One-Year Action Plan; and

WHEREAS, the U.S. Department of Housing and Urban Development requires adoption of an annual Action Plan, consistent with the five year Consolidated Plan, to identify the programs and projects for expenditure of federal Community Development Block Grant (CDBG), HOME Investment Partnership (HOME), American Dream Downpayment Initiative (ADDI), and Emergency Shelter Grant (ESG) programs; and

WHEREAS, a duly noticed public hearing was held on February 10, 2009; and

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE COUNTY OF SACRAMENTO:

Section 1. All evidence presented having been duly considered, the findings, including environmental findings regarding this action, as stated in the staff report that accompanies this resolution, are approved.

Section 2. The Sacramento Housing and Redevelopment Agency (Agency) is authorized to amend the County Community Development Block Grant (CDBG) Action Plans and the Agency Budget as follows:

- Reallocate \$200,000 from 2007 Galt Storm Drainage Improvements to Capital Reserve.
- Reallocate \$10,000 from 2008 Mercy Housing Supportive Housing Program to Capital Reserve.
- Reallocate \$200,000 from Capital Reserve to 2009 Galt Parking Lot Acquisition and Rehabilitation Project.
- Reallocate \$190,000 from Capital Reserve to 2009 Fulton Avenue SPA/EIR.

Section 3. The Agency is authorized to amend the various One-Year Action Plans governing the use of entitlement funds from the Community Development Block Grant (CDBG) program to reflect the foregoing changes.

Section 4. The Agency is authorized to amend the Agency budget to reallocate funds for previously approved CDBG activities and to include the new CDBG appropriations referenced above.

Section 5. The Agency is authorized to execute all necessary agreements and contracts to carry out the recommended activities described in this report, each in a form approved by Agency counsel.

Section 6. The County Executive is authorized to execute all necessary agreements and contracts to carry out the recommended activities described in this report, each in a form approved by County Counsel.

On a motion by Supervisor Nottoli, seconded by Supervisor MacGlashan, the foregoing Resolution was passed and adopted by the Board of Supervisors of the County of Sacramento, State of California this 10th day of March 2009, by the following vote, to wit:

AYES: Supervisors, MacGlashan, Nottoli, Yee, Peters

NOES: Supervisors, None

ABSENT: Supervisors, Dickinson

ABSTAIN: Supervisors, None

Suzann Pitt

Chair, Board of Supervisors
of Sacramento County, California



In accordance with Section 25103 of the Government Code of the State of California a copy of the document has been delivered to the Chairman of the Board of Supervisors, County of Sacramento on 3/10/09

By *V. Rodgers*
Deputy Clerk, Board of Supervisors

FILED
BOARD OF SUPERVISORS

MAR 10 2009
BY *Cyndi Lee*
CLERK OF THE BOARD

ATTEST: *Cyndi Lee*
Clerk, Board of Supervisors

**County of Sacramento
Defunded Activities for Various Years' Action Plan**

Activities being defunded are those that have been completed, cancelled or funded through alternative sources. Newly funded activities are scheduled to be implemented and completed by December 31, 2010 to comply with federal regulations governing the timely expenditure of funds.

Recommendation	Amount	Source
2007 Galt Storm Drainage Improvements: Provides improvements to storm drainage collection systems in five specific locations: A Street west of Fourth Street, Southside of B Street from Fourth Street to Sixth Street, H Street from Fourth Street to Church Street, Oak Avenue to Myrtle Avenue, and Pine Street to Caroline Avenue. The City of Galt has completed this project and has requested the funds be reprogrammed to the 2009 Galt Parking Lot Acquisition and Rehabilitation Project.	\$200,000	CDBG
2008 Mercy Housing Supportive Housing Program: Provides technical assistance to social service organizations developing supportive housing for special needs groups. No projects were identified in 2008, and staff recommends that funds be reprogrammed to Capital Reserve.	\$10,000	CDBG
Total	\$210,000	

**County of Sacramento
Amendment to 2009 Action Plan Activities**

This report formally amends the 2009 Action Plan by augmenting existing and new projects with CDBG. These activities have been identified as those that need immediate funding. Also, these adjustments will facilitate timely expenditures as required by HUD.

INFRASTRUCTURE AND PUBLIC IMPROVEMENTS

Galt Parking Lot Acquisition and Rehabilitation Project: The acquisition and development of a 14 to 16 space parking lot including handicap spaces with access to street and lighting, landscaping and drainage.	\$ 200,000	CDBG
Fulton Avenue SPA/EIR: Develop a Special Planning Area (SPA) and environmental impact report (EIR) for Fulton Avenue. This designation will facilitate future infill development, discourage undesirable uses and guide future development on Fulton Avenue.	\$190,000	CDBG
Total	\$ 390,000	