



Proposed Substantial Amendment to Fiscal Year 2021-2022 Annual Action Plan, Fiscal Year 2024-2025 Annual Action Plan, and Citizen Participation Plan

Presented by:
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Housing Division Manager



Recommendation

It is recommended that the Mayor and City Council of The City of San Bernardino, California:

1. Conduct a Public Hearing to obtain citizens' comments on the proposed Substantial Amendments to:
 - A. Fiscal Year 2021-2022 Annual Action Plan allocating Fiscal Years 2020-2021, 2021–2022, 2022-2023, and 2023-2024 HOME Investment Partnerships Program funds to Arrowhead Grove (Phase 4). Project funding will increase from \$385,870 to \$4,900,00; and
 - B. Fiscal Year 2024-2025 Annual Action Plan allocating the remaining Fiscal Years 2020-2021, 2021–2022, 2022-2023, and 2023-2024 HOME Investment Partnerships Program funds to Jamboree Housing Corporation for an affordable housing development. Project funding will increase from \$124,187 to \$2,003,178.80
 - C. Fiscal Year 2024-2025 Annual Action Plan allocating Community Development Block Grant Program funds. The amendment specifically identifies four (4) Public Works projects with details to which funds were previously allocated.
 - D. The Community Development Block Grant Citizen Participation Plan



Recommendation

2. Approve the draft Substantial Amendments to the Fiscal Years 2021-2022 and 2024-2025 Annual Action Plans for the Community Development Block Grants and HOME Investment Partnership-funded projects; and
3. Adopt Resolution 2025-XX, Substantial Amendments to the Fiscal Years 2021-2022 and 2024-25 Annual Action Plans for the Community Development Block Grants and HOME Investment Partnerships Program-funded projects to increase funding to the Arrowhead Grove Phase 4 and Jamboree Project from unspent funds; and
4. Approve the proposed substantial amendments to the Community Development Block Grant Citizen Participation Plan.
5. Authorize The City Manager or designee to take any further actions and execute any further agreements or documents, as necessary, to effectuate the submittal of the proposed Substantial Amendments to the Fiscal Year 2021-2022 and 2024-2025 Annual Action Plan.



Background

The City annually receives Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) funds from the US Department of Housing and Urban Development (HUD).

Purpose: Improve housing, living environments, and economic opportunities for low and moderate-income individuals.

The City prepares an Annual Action Plan (AAP) every year as part of the five-year Consolidated Plan. Community outreach and public comments are required as outlined in the City's Citizen Participation Plan (CPP).



Proposed Substantial Amendment

The Substantial Amendment seeks to (1) identify CDBG Projects and (2) reallocate prior years' unspent HOME funds from Fiscal Year 2020-2021 through Fiscal Year 2024-2025

1. Identify the scope of work and funding for:

- Encanto Park
- Gutierrez Park
- Ruben Campos Community Center
- Hillside Street Improvements

2. Increase HOME funding for:

- Arrowhead Grove Phase 4.
- Jamboree Housing Corporation.





CDBG

Allocations

- **Community Facilities Projects**
 - Incorporate three (3) community facilities
 - Funds will be to complete field and park renovations
- **Public Improvement Projects**
 - Hillside Infill Housing Project
 - Funds will be used for infrastructure improvements of 3 single-family homes for low-income residents.
 - Improvements will benefit 6,000 people

AVAILABLE FUNDS

FY 2024/2025 Grant Allocation	\$1,309,341
Public Works Facility Projects	\$900,000
Total Available Funds	\$409,341

PROPOSED FUND ALLOCATION

Encanto Park	\$250,000
Gutierrez Park	\$250,000
Ruben Campos	\$250,000
Hillside Street Improvements	\$150,000
Public Facilities Subtotal	\$900,000
Total Funds Allocated	\$900,000



HOME

Eligible Uses

- Infill Housing Projects
- Multifamily Housing Projects
- Home Rehabilitation Projects
- First-Time Homebuyer Assistance

HOME PROGRAM

- Funds affordable housing initiatives
- Primarily targeted for low-income households
- Focuses on assisting low-income homeowners in repairing and rehabilitating their homes





HOME Funds Original Allocations

Approved Action Plan By FY

<u>FY 2020/21 PROGRAMS</u>	<u>Original AP</u>	<u>Balance Remaining</u>	<u>Substantial Amendment</u>
Affordable Rental Housing Project	\$ 500,000.00	\$ 500,000.00	\$ (500,000.00)
Infill Housing*	\$ 700,000.00	\$ 375,000.00	
Secombe Park Housing Project	\$ 740,100.00	\$ 740,100.00	\$ (740,100.00)
Homekey Motel Conversion to Permanent Supportive Housing	\$ 1,300,000.00	\$ 1,300,000.00	\$ (1,300,000.00)
Home Single Family Rehab	\$ 449,550.00	\$ 18,235.96	\$ (18,235.96)
FY 2020/21 PROGRAMS	\$ 3,874,857.90	\$ 2,933,335.96	\$ (2,558,335.96)
<u>FY 2021/22 PROGRAMS</u>			
HOME Administration	\$ 139,570.70	\$ 139,570.70	\$ (139,570.70)
Infill Housing*	\$ 25,000.00	\$ -	\$ -
Secombe Park Housing Project	\$ 431,266.00	\$ 431,266.00	\$ (431,266.00)
Eastpointe Intentional Housing - Homeownership	\$ 214,000.00	\$ 214,000.00	\$ (214,000.00)
Arrowhead Grove Phase 4	\$ 385,870.00	\$ 385,870.00	
U.S. Vets New Affordable Housing3	\$ 470,000.00	\$ 470,000.00	\$ (470,000.00)

*Project underway funds not reallocated.



HOME Funds Original Allocations

	FY 2021/22 PROGRAMS	\$	1,665,706.70	\$	1,640,706.70	\$	(1,254,836.70)
FY 2022/23 PROGRAMS							
HOME Administration		\$	156,952.00	\$	-	\$	-
Affordable Rental Housing Project (New Construction or Rehab)		\$	675,568.00	\$	675,568.00	\$	(675,568.00)
Infill Housing*		\$	937,000.00	\$	937,000.00	\$	(568,000.00)
FY 2022/23 PROGRAMS		\$	1,769,520.00	\$	1,612,568.00	\$	(1,243,568.00)
FY 2023/24 PROGRAMS							
HOME Administration		\$	146,093.60	\$	21,539.14	\$	(21,539.14)
Placeholder		\$	1,314,842.00	\$	1,314,842.00	\$	(1,314,842.00)
FY 2023/24 PROGRAMS		\$	1,460,935.60	\$	1,336,381.14	\$	(1,336,381.14)
FY 2024/25 PROGRAMS							
HOME Administration		\$	116,021.00	\$	116,021.00		
Affordable Housing Projects		\$	124,187.00	\$	124,187.00		
NPHS - OORP*		\$	920,000.00	\$	920,000.00		
FY 2024/25 PROGRAMS		\$	1,160,208.00	\$	1,160,208.00	\$	-
TOTAL PENDING PROGRAMS/PROJECTS				\$	8,683,199.80	\$	(6,393,121.80)

*Project under way funds not reallocated.



HOME Reallocation

Arrowhead Grove IV

FY2021/2022 AAP to increase funding:

Original Allocation	\$ 385,870
Increase	<u>\$ 4,514,130</u>
Total Funding	\$ 4,900,000

Jamboree Housing Corporation (5th and Meridian)

FY2024/2025 AAP to identify the project and increase funding:

Original Allocation	\$124,187
Increase	<u>\$1,878,991.80</u>
Total Funding	\$2,003,178.80

AVAILABLE FUNDS

FY 2020/2021 Grant Allocation	\$2,558,335.96
FY 2021/2022 Grant Allocation	\$1,254,836.70
FY 2022/2023 Grant Allocation	\$1,243,568.00
FY 2023/2024 Grant Allocation	\$1,336,381.14
Total Available Funds	\$6,393,121.80

PROPOSED INCREASED FUND ALLOCATION

FY 2021/2022 Annual Action Plan	\$4,514,130.00
FY 2023/2024 Annual Action Plan	\$1,878,991.80
Total Funds Allocated	\$6,393,121.80



Citizen Participation Plan (CPP)

As part of the substantial amendment process, the city conducted community outreach and provided opportunities for public comment in accordance with the CPP, which was last updated in 2019.

To remain compliant with HUD regulations and to align with the City's strategic goals of promoting affordable housing, enhancing public infrastructure, and improving social services for vulnerable populations. Updates to the CPP ensure that the public has a meaningful role in shaping how the CDBG funds are used. The requirements include the following key elements:

1. Public Notice & Access to Information
2. Public Hearings & Meetings
3. Public Comment Periods
4. Substantial Amendments
5. Accommodations & Inclusivity
6. Citizen Complaints



Conclusion

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Questions?

