



Date: August 20, 2013

To: Thomas J. Bonfield, City Manager

Through: Keith Chadwell, Deputy City Manager

From: Reginald J. Johnson, Director of Community Development

Subject: Grant Project Ordinance (GPO) amendments for Community Development Block Grant (CDBG), HOME Program Grant, and Emergency Solutions Grant (ESG) for FY 2013-2014 Amended Award Amounts

Executive Summary

The proposed CDBG and HOME GPO amendments are intended to supersede those ordinances that were adopted April 15, 2013 using an estimated appropriation from HUD. The DCD received its official award letter and funding approvals on July 17, 2013 which indicates an increase in award amounts for CDBG and HOME and a decrease in the award amount for ESG.

The DCD recommends that the City Council:

- 1) Adopt the City of Durham/U.S. Department of Housing and Urban Development Community Development Block Grant (CDBG) FY 2013-2014 Grant Project Ordinance Superseding Ordinance #14438 in the amount of \$1,913,876.00.
- 2) Adopt the City of Durham/U.S. Department of Housing and Urban Development HOME Consortium Program FY 2013-2014 Grant Project Ordinance Superseding Ordinance #14439 in the amount of \$1,197,454.00.
- 3) Adopt the City of Durham/U.S. Department of Housing and Urban Development Emergency Solutions Grant (ESG) FY 2013-2014 Grant Project Ordinance Superseding Ordinance #14440 in the amount of \$119,536.00.

Background

Commencing with each fiscal year, the City of Durham is awarded entitlement grant funds from HUD under the CDBG and HOME Program to pursue development and redevelopment activities. Program income is estimated, and budgeted, at the commencement of each program year for the CDBG and HOME grant. The CDBG and HOME GPO amendments will increase the grant funds awarded by HUD for CDBG and HOME for FY 2013-14. The GPO amendment for ESG will decrease the grant funds awarded by HUD for FY 2013-14.

Issues/Analysis

The actual grant funds awarded by HUD for FY 2013-14 are represented below.

FY 2013-14	Original Ordinance #14438	Proposed New Ordinance
CDBG award	\$ 1,464,674.00	\$ 1,813,876.00
Program Income	<u>100,000.00</u>	<u>100,000.00</u>
Total	\$ 1,564,674.00	\$ 1,913,876.00

FY 2013-14	Original Ordinance # 14439	Proposed New Ordinance
HOME award	\$ 652,712.00	\$ 767,454.00
Program Income	<u>430,000.00</u>	<u>430,000.00</u>
Total	\$ 1,082,712.00	\$1,197,454.00

FY 2013-14	Original Ordinance #14440	Proposed New Ordinance
ESG award	\$ 150,000.00	\$ 119,536.00

Alternatives

Without this action, the actual grant award received would not be represented in the general ledger budget and would not match the amounts recorded in IDIS.

Financial Impacts

There will be no fiscal impact on the general fund. The proposed GPO amendment changes for FY 2013-14 will align the general ledger budget to both the general ledger actual, and the federal IDIS system.

SDBE Summary

There are no SDBE issues with regard to this item.