

PLANNING AND ECONOMIC DEVELOPMENT COMMITTEE

11-0217R

RESOLUTION AUTHORIZING DECREASE OF \$292,099 IN THE 2011 HUD COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM.

CITY PROPOSAL:

RESOLVED that the proper city officials are authorized to make the following fund decreases in the Federal Community Development Block Grant (CDBG) Program Fund 262, Agency 020, Object 5434, HUD-funded community development account as set forth below:

| 2011 CDBG Program - Fund 262 - Project CD11CD Account Revised 2011 | | | | | |
|---|----------|--|-------------|-------------|-------------|
| Sub-project | Activity | Project | Amount | New Grant | Difference |
| 2007 CDBG Program - Fund 262 - Project CD07CD Account Revised 2007 | | | | | |
| ECDV | 1244 | Lifeyclers | \$40,000 | -0- | (\$40,000) |
| 2009 CDBG Program - Fund 262 - CD09CD Account Revised 2009 | | | | | |
| HOUS | 1734 | Property rehabilitation - HRA | \$1,224,217 | \$1,054,217 | (\$170,000) |
| 2011 CDBG Program - Fund 262 - Project CD11CD Account Revised 2011 | | | | | |
| HOUS | 1734 | Property rehabilitation - HRA | \$705,253 | \$655,253 | (\$50,000) |
| PSVC | 1244 | Duluth Hunger Project - CHUM | \$75,000 | \$72,600 | (\$2,400) |
| PSVC | 1929 | Primary health care services - Lake Superior Community Health Center | \$77,000 | \$74,536 | (\$2,464) |
| PSVC | 1348 | Clothes that Work - Damiano Center | \$20,000 | \$19,360 | (\$640) |
| PSVC | 2511 | Emergency heating assistance - Salvation Army | \$25,000 | \$24,200 | (\$800) |
| PSVC | 1974 | Lifeline Expressway - Life House | \$35,000 | \$33,880 | (\$1,120) |
| PSVC | 1226 | Permanent supportive housing - Salvation Army | \$20,000 | \$19,360 | (\$640) |

2011 CDBG Program - Fund 262 - Project CD11CD
Account Revised 2011

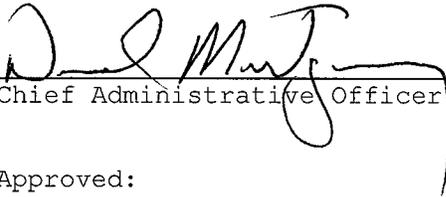
| Sub-project | Activity | Project | Amount | New Grant | Difference |
|-------------|----------|---|-----------|-----------|------------|
| PSVC | 2509 | Battered Women's Shelter - Safe Haven/CCHC | \$32,000 | \$30,976 | (\$1,024) |
| PSVC | 251A | Transitional housing program - Salvation Army / AICHO | \$54,000 | \$52,272 | (\$1,728) |
| PSVC | 1168 | Youth Development Collaborative - YMCA | \$93,000 | \$84,422 | (\$8,578) |
| PSVC | 251A | Housing support program - Salvation Army | \$30,000 | -0- | (\$30,000) |
| PSVC | 1226 | JumpStart vehicle loan - Community Action | \$26,500 | -0- | (\$26,500) |
| PFAC | PF03 | Curb ramp/sidewalks | \$132,000 | \$61,495 | (\$70,505) |
| ADMC | AD01 | Program administration | \$507,000 | \$441,300 | (\$65,500) |

| | | | | | |
|------|------|---|----------|-----|------------|
| ADMC | 2805 | Skills2Success | \$20,000 | -0- | (\$20,000) |
| ADMC | AD09 | Developing Housing Support - Salvation Army | \$10,000 | -0- | (\$10,000) |

Approved:


 Department Director

Approved for presentation to council:


 Chief Administrative Officer

Approved as to form:


 Attorney

Approved:


 Auditor

CD KAH:jle/tmf 04/29/2011

STATEMENT OF PURPOSE: This purpose of this resolution is to finalize the FY 2011 CDBG portion of the community development program. The city budgeted \$2,567,901 in Resolution 10-0627R, but anticipates receiving an allocation that is \$502,099 lower than the budgeted amount. The Community Development Committee met on April 26, 2011 and recommended the following program reductions for the FY 2011 grant awards and reprogramming of old CDBG funds in the amount of \$210,000. The FY 2011 federal reduction was 16.2% lower than 2010, but the reprogramming of funds alleviated further reductions. The public service and administration reductions were required to meet the 15% and 10% cap amounts.