



Request for City Council Committee Action from the Department of IGR-Grants & Special Projects

Date: April 2, 2013

To: Honorable Council Member Lisa Goodman, Chair, Community Development Committee

Referral to: Honorable Council Member Betsy Hodges, Chair, Ways & Means Committee

Subject: 2013 Consolidated Plan Approval

Recommendation: Approve 2013 Consolidated Plan as reflected by Public Comment draft of March 15, 2013; and further, direct staff to accomplish the following items:

1. Submit the City of Minneapolis 2013 Consolidated Plan, which updates the Five-year Strategy 2010-14, to the U. S. Department of Housing and Urban Development on April 17, 2013.
2. Receive and file public comments received through the public comment period of March 15 through April 15, and from the April 2, 2013 public hearing, and direct staff to record comments in the 2013 Consolidated Plan.

Previous Directives: March 19, 2013 CD, set 2013 Consolidated Plan Public Hearing for 4/2/13; December 12, 2012, Council Adopted 2013 City Budget including CDBG, HOME, ESG, and HOPWA;

Prepared by: Peter O'Toole, Principal Resource Coordinator, Office of Grants & Special Projects, x5456; Matt Bower, Manager Resource Coordination, x2188
 Approved by: Gene Ranieri, Director, IGR _____
 Presenters in Committee: Matt Bower, Manager Resource Coordination, Office of Grants & Special Projects

Reviews

- Permanent Review Committee (PRC): Approval ___ Date _____
- Policy Review Group (PRG): Approval ___ Date _____

Financial Impact

XX No financial impact

- Action requires an appropriation increase to the ___ Capital Budget or ___ Operating Budget

- Action provides increased revenue for appropriation increase: no
- Action requires use of contingency or reserves: no
- Action is within the Business Plan: yes
- Action requires a change to the Business Plan: no
- Other financial impact: none
- Request provided to the Finance Department when provided to the Committee Coordinator: n/a

Community Impact

- Neighborhood Notification
- City Goals
- Comprehensive Plan
- Zoning Code
- Other Mailing to those on the Consolidated Plan mailing list, Draft report made available at Grants & Special Projects Office, CPED, City website, Hennepin County Minneapolis public libraries, Mid-Minnesota Legal Aid and upon request.

Supporting Information

The 2013 Consolidated Plan is the City’s application to the U.S. Department of Housing and Urban Development for the 2013 Community Development Block Grant (CDBG), Home Investment Partnerships (HOME), Emergency Solutions Grant (ESG), Housing Opportunities for Persons with AIDS (HOPWA), and update to the 2010-14 Five-Year Strategy.

Listed below are the estimated entitlement amounts for the City’s Consolidated Plan (pending actual Federal HUD appropriation). Federal funding levels for the 2013 Consolidated Plan are currently based on the 2013 City Council Adopted Annual budget estimated at the prior-year 2012 level of \$14,897,765, as follows:

<u>Program</u>	<u>2013 Budget</u>
CDBG	\$ 10,667,450
HOME	\$ 2,167,961
ESG	\$ 1,042,870
HOPWA	\$ 1,019,484

A public hearing for the City’s FY2013 Consolidated Plan takes place April 2, 2012 before the Community Development committee. The public hearing is required of the City before its submission of the Consolidated Plan to HUD. All comments received during the March 15- April 15, 2013 public comment period and during the April 2, 2013 Public Hearing will be included in the City’s Consolidated Plan.

When the FY13 HUD budget is passed and provided from HUD and actual FY13 Consolidated Plan award amount numbers are communicated, staff will return to the City Council for approval of a final budget. The approval option to be presented will be an across the board cut to all programs, though if steeper cuts to CDBG are realized, the City Council may want to consider specific programmatic reductions on an individual basis to reflect program priorities and the need to stay within the required CDBG program spending caps (maximum of 15 percent for public service programming including public safety, and 20 percent for administration). In the meantime however, the budget amounts approved in December will be reflected in the Consolidated Plan to be submitted to HUD.