

RESOLUTION NUMBER R- 310811

DATE OF FINAL PASSAGE DEC 16 2016

A RESOLUTION OF THE COUNCIL OF THE CITY OF
SAN DIEGO AUTHORIZING ADDITIONAL PROGRAMS FOR
POTENTIAL ALLOCATION OF COMMUNITY
DEVELOPMENT BLOCK GRANT PROGRAM INCOME IN
FISCAL YEAR 2018.

WHEREAS, the City of San Diego (City) annually receives federal funds through four U.S. Department of Housing and Urban Development (HUD) housing and community development entitlement programs: Community Development Block Grant (CDBG), HOME Investment Partnerships (HOME), Emergency Solutions Grants (ESG), and Housing Opportunities for Persons with AIDS (HOPWA) (collectively, HUD Programs); and

WHEREAS, the City, as an annual recipient of entitlement funds from HUD through the HUD Programs, approved the City's Fiscal Year 2015-2019 Consolidated Plan (Consolidated Plan) that sets forth a consolidated planning process and budgetary priorities for expenditure of funding received through the HUD Programs; and

WHEREAS, the Consolidated Plan assesses community development and affordable housing needs, identifies high priority goals, and outlines strategies to help the City meet these goals; and

WHEREAS, in Fiscal Year 2011, the City established a Consolidated Plan Advisory Board (CPAB) to serve in an advisory capacity to the Mayor, City Council, and City management on policy issues relating to the Consolidated Plan and provide recommendations regarding the allocation of HUD Programs funding; and

WHEREAS, the City and the former Redevelopment Agency of the City of San Diego (Former RDA) entered into that certain Loan Agreement (Long-Term Debt), dated March 1, 2011, and that certain Repayment Agreement (CDBG Debt), dated June 30, 2010, evidencing the Former RDA's obligations to repay CDBG funds loaned by the City to the Former RDA (collectively, CDBG Loan Agreements); and

WHEREAS, pursuant to Assembly Bill 1X 26 enacted June 28, 2011, and subsequent legislation (collectively, the Dissolution Laws), the Former RDA dissolved as of February 1, 2012, and the City, solely in its capacity as the designated successor agency to the Former RDA (Successor Agency), became responsible for fulfilling the enforceable obligations, disposing of the properties and other assets, and unwinding the affairs of the Former RDA; and

WHEREAS, after the dissolution of the Former RDA in February 2012, the California Department of Finance (DOF) disallowed repayments from the Former RDA to the City under the CDBG Loan Agreements; and

WHEREAS, due to subsequent changes in the Dissolution Laws, the DOF has approved the CDBG Loan Agreements as enforceable obligations, and the Successor Agency is now repaying the Former RDA's obligations to the City under the CDBG Loan Agreements; and

WHEREAS, each fiscal year's repayment amount from the Successor Agency to the City under the CDBG Loan Agreements is subject to the DOF's approval as part of the Successor Agency's annual Recognized Obligation Payment Schedule process under the Dissolution Laws; and

WHEREAS, the Successor Agency's repayments under the CDBG Loan Agreements in Fiscal Year 2018 are anticipated to result in the City receiving approximately \$17,000,000 of "Program Income" (as defined in the CDBG regulations) during Fiscal Year 2018; and

WHEREAS, the City Council desires to authorize additional programs for CDBG Program Income funding consideration by the City Council when it makes its annual HUD Programs allocations for Fiscal Year 2018; and

WHEREAS, the City worked with various community stakeholders and the CPAB to create recommendations regarding additional programs to be considered for allocation of Fiscal Year 2018 CDBG Program Income received by the City under the CDBG Loan Agreements; and

WHEREAS, any funding allocations from CDBG Program Income to additional programs will be subject to future City Council and HUD approval of a Substantial Amendment (defined in the Consolidated Plan) to the Consolidated Plan to include these additional programs in the Consolidated Plan; and

WHEREAS, any funding allocations from CDBG Program Income to additional programs will be further subject to future City Council and HUD approval of an Annual Action Plan (defined in HUD regulations) including these additional programs; and


WHEREAS, any funding allocations from CDBG Program Income to additional programs will be further subject to future City Council allocation of specific dollar amounts of CDBG Program Income to such additional programs; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego (Council), that the Mayor or designee is authorized and directed to pursue preparation of a Substantial Amendment to the Consolidated Plan, a Fiscal Year 2018 Annual Action Plan, requests for qualifications, requests for proposals, and all other reasonable actions necessary or desirable to make the following programs available for consideration by the Council for funding from CDBG Program Income in Fiscal Year 2018:

- a. Programs providing for rehabilitation of multi-family units and single family homes, in addition to serving the homeless;
- b. Programs for workforce development for at-risk youth, small business accelerators, and small business loan and investment fund opportunities that will also provide small business consulting services;
- c. Programs supporting the installation of smart street lighting and urban forestry (tree planting) throughout the City's CDBG eligible service areas;
- d. Partnering with local non-profit organizations to provide sustainable rehabilitation programs to low-and moderate-income homeowners and job training and employment opportunities for highly vulnerable populations, such as youth and veterans, who are interested in sustainability-related careers;
- e. Investing in CDBG-eligible infrastructure projects to maximize the potential for catalytic impacts of strategically targeted infrastructure projects.

APPROVED: JAN I. GOLDSMITH, City Attorney

By


Delmar G. Williams
Deputy City Attorney

DGW:dkr
11/14/16
Or.Dept: Economic Dev't
Doc. No.: 1391603

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of DEC 05 2016.

ELIZABETH S. MALAND
City Clerk

By 
Deputy City Clerk

Approved: 12/14/16
(date)


KEVIN L. FAULCONER, Mayor

Vetoed: _____
(date)

KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on DEC 05 2016, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Sherri Lightner	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Lorie Zapf	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
District 3 (Vacant)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Myrtle Cole	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Mark Kersey	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Cate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Scott Sherman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
David Alvarez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Marti Emerald	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Date of final passage DEC 16 2016.

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

KEVIN L. FAULCONER
Mayor of The City of San Diego, California.

ELIZABETH S. MALAND
City Clerk of The City of San Diego, California.

(Seal)

By *Sty Brady*, Deputy

Office of the City Clerk, San Diego, California

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