

RESOLUTION NUMBER R- 313042

DATE OF FINAL PASSAGE MAY 21 2020

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO ALLOCATING FUNDING FROM THE FISCAL YEAR 2021 U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT ENTITLEMENT GRANT PROGRAMS, APPROVING A SUBSTANTIAL AMENDMENT TO THE FISCAL YEAR 2020 ANNUAL ACTION PLAN TO ALLOCATE FEDERAL STIMULUS FUNDS, APPROVING A SUBSTANTIAL AMENDMENT TO THE FISCAL YEARS 2020-2024 CONSOLIDATED PLAN AND AN AMENDMENT TO THE CITIZEN PARTICIPATION PLAN, APPROVING THE FISCAL YEAR 2021 ANNUAL ACTION PLAN AND TAKING RELATED ACTIONS.

WHEREAS, the City of San Diego (City) is an entitlement jurisdiction that annually receives federal funds through four U.S. Department of Housing and Urban Development (HUD) entitlement grant programs: (1) Community Development Block Grant (CDBG); (2) HOME Investment Partnerships (HOME); (3) Emergency Solutions Grants (ESG); and (4) Housing Opportunities for Persons with AIDS (HOPWA) (collectively, HUD Programs); and

WHEREAS, on February 14, 2020, HUD released its annual HUD Programs funding allocation entitlement grant amounts for Program Year 2020 / Fiscal Year 2021 HUD Programs grant agreements; and

WHEREAS, on March 12, 2020, Mayor Kevin Faulconer proclaimed the existence of a local emergency in the City of San Diego as a result of the COVID-19 disease caused by the SARS-CoV-2 virus, which was ratified by the Council of the City of San Diego (Council) on March 17, 2020; and

WHEREAS, on March 27, 2020, the Coronavirus Aid, Relief, and Economic Security (CARES) Act was passed by the United States Congress and signed into law by President Trump; and

WHEREAS, the CARES Act allocates federal economic relief and stimulus funds to the CDBG, ESG and HOPWA programs (CDBG-CV, ESG-CV and HOPWA-CV funds), to prevent, prepare for and respond to the COVID-19 emergency, in addition to providing waivers of certain regulatory requirements associated with the HUD Programs, including the suspension of the 15% cap on CDBG funding for public services; and

WHEREAS, the Fiscal Years 2020-2024 Consolidated Plan (Consolidated Plan), adopted by Council by San Diego Resolution No. R-312442, effective April 26, 2019, assesses community development and affordable housing needs and identifies seven (7) high priority goals, and one (1) additional goal related to the HOPWA Program for Fiscal Year 2020; and

WHEREAS, the Council authorized the designation of the County of San Diego (County) as the City's Alternative Grantee for the HOPWA Program effective October 10, 2018 by San Diego Resolution No. R-311983; and

WHEREAS, the County will operate as the Alternative Grantee for the HOPWA Program in accordance with the Memorandum of Agreement (HOPWA MOA), effective July 1, 2020, contingent on HUD's approval; and

WHEREAS, the City desires that the HOPWA MOA be effective through June 30, 2025, to align the term of the HOPWA MOA with the County's consolidated planning process for Fiscal Years 2021 to 2025; and

WHEREAS, a Substantial Amendment to the Consolidated Plan (Consolidated Plan Substantial Amendment), detailed in Attachment 12 to the Staff Report (Report), will remove the HOPWA goal from the Consolidated Plan goals and discontinue future reporting for HOPWA resources and outcomes in the consolidated planning documents for Fiscal Years 2021 to 2024, as well as include additional allocations from the CARES Act economic relief and stimulus funds to address urgent needs related to the COVID-19 emergency, including the allocation of additional CDBG funds to public services, as detailed in Attachment 11 (FY 2021 Eligible Activities) to the Report; and

WHEREAS, the Citizen Participation Plan is part of the Consolidated Plan and defines policies and procedures to ensure public participation in the consolidated planning process and annual action plans; and

WHEREAS, the amendment to the Citizen Participation Plan (Citizen Participation Plan Amendment), detailed in Attachment 1 to the Report, incorporates two of the HUD regulatory waivers provided by the CARES Act: (1) waiver of the 30-day minimum public comment period for substantial amendments and annual action plans, provided that no less than 5 days are provided for public comments; and (2) waiver of certain public hearings requirements so that the City may determine what constitutes reasonable notice and opportunity for public comment given the limitation on public gatherings as a result of the COVID-19 emergency; and

WHEREAS, the City informed HUD of its intention to utilize these waivers on April 8, 2020 and HUD confirmed the effective date for the waivers is April 11, 2020; and

WHEREAS, the City's Fiscal Year 2020 Annual Action Plan (FY20 Action Plan) is part of and implements the first year of the Consolidated Plan; and

WHEREAS, a substantial amendment to the FY20 Action Plan (FY20 Action Plan Substantial Amendment), detailed in Attachment 2 to the Report, is necessary to apply for and receive the CDBG-CV, ESG-CV and HOPWA-CV economic relief and stimulus funds allocated to the City under the CARES Act; and

WHEREAS, the proposed uses of \$7,223,939 in CDBG-CV, \$3,598,334 in ESG-CV, and \$682,662 in HOPWA-CV funds are described in the FY20 Action Plan Substantial Amendment and in the Summary of HUD Resources and Allocations, detailed in Attachment 15 to the Report; and

WHEREAS, the City's Fiscal Year 2021 Annual Action Plan (FY21 Action Plan), detailed in Attachment 13 to the Report, is part of and implements the second year of the Consolidated Plan and serves as the City's annual application to HUD for entitlement grant funds, identifying the projects and programs to be funded by the City in Fiscal Year 2021; and

WHEREAS, the FY21 Action Plan is prepared in coordination with the San Diego Housing Commission (Housing Commission) and describes how the City's community development strategy uses a multi-faceted approach to meet the goals of the HUD Programs through partnerships with the public and private sector and nonprofit entities; 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 the City CDBG funds loaned to the Former RDA (collectively, RDA Agreements); and

WHEREAS, the final CDBG Debt payment under the Repayment Agreement was made in Fiscal Year 2020 and only the repayments related to Long-Term Debt remain; and

WHEREAS, pursuant to the law dissolving California redevelopment agencies, the City, acting solely in its capacity as the successor agency to the Former RDA (Successor Agency), is repaying the Former RDA's CDBG obligations to the City with property tax increment revenue previously allocated to the Former RDA, resulting in the City receiving "Program Income" (defined in the federal CDBG program regulations at Title 24 Code of Federal Regulations section 570.500) during Fiscal Year 2021 in the amount of \$15,000,000; and

WHEREAS, HUD is repaying Section 108 loan funds (Section 108) to the City in the amount of \$2,515,000 in CDBG Program Income; and

WHEREAS, Council Policy 700-02 provides that CDBG funding priorities will be based upon the Consolidated Plan and prioritized annually by the Council, with funding for CDBG program administration, which may include "planning," "administration" and "fair housing" activities, being allocated from the City's overall annual CDBG entitlement grant amount prior to funding being made available to address other Consolidated Plan goals; and

WHEREAS, a waiver of certain requirements in Council Policy 700-02 may be needed due to the COVID-19 emergency, including the minimum allocation of CDBG funds for projects, the 12-month and 24-month time limits on the expenditure of funds and contract terms, attendance at mandatory workshops prior to application submittals, and the requirement for application submittals and CPAB review; and

WHEREAS, in Fiscal Year 2011, the City established a Consolidated Plan Advisory Board (CPAB) to advise the Mayor, Council, and City management on policy issues relating to

the Consolidated Plan and provide recommendations on the allocation of HUD Programs funding according to a competitive application process, as detailed in Attachment 14 (Summary of the FY 2021 CDBG Competitive Award Process) to the Report; and

WHEREAS, the CPAB members each individually reviewed and scored the project applications for Fiscal Year 2021 CDBG funding and ranked the projects in each individual funding category as detailed in the following attachments to the Report: Attachment 3 (FY 2021 Public Service Projects); Attachment 4 (FY 2021 Community / Economic Development Technical Assistance Projects); Attachment 5 (FY 2021 Nonprofit Capital Improvement Projects - Facilities); Attachment 6 (FY 2021 Nonprofit Capital Improvement Projects - Multifamily Housing Projects); and Attachment 7 (FY 2021 Sustainability Projects); and

WHEREAS, Council Policy 700-02 requires up to \$1,318,078 of the CDBG public services funds be set aside for the City's homeless programs as detailed in Attachment 8 (FY 2021 Homeless Projects) to the Report; and

WHEREAS, the FY21 Action Plan includes recommendations to continue funding for certain projects previously approved by Council in Resolution No. R-311071, effective April 27, 2017, Resolution No. R-311700, effective April 23, 2018, and Resolution No. R-312442, effective April 26, 2019, and detailed in Attachment 9 (FY 2021 Continuing Projects), to the Report; and

WHEREAS, in support of the Consolidated Plan goal of strengthening neighborhoods by investing in the City's critical public infrastructure and facility needs, up to \$2,931,000 of CDBG funds are proposed for the City capital improvement projects, detailed in Attachment 10 (FY 2021 City Capital Improvement Projects) to the Report; and

WHEREAS, CPAB held publicly noticed meetings to discuss the FY21 Action Plan and Fiscal Year 2021 CDBG allocation process, however, due to the COVID-19 emergency, the regularly scheduled CPAB meetings for March 16, 2020 and April 7, 2020 were adjourned; and

WHEREAS, CPAB held a virtual meeting on May 13, 2020, to consider and recommend the actions in the Report related to the Citizen Participation Plan Amendment, the FY20 Action Plan Substantial Amendment, the Consolidated Plan Substantial Amendment, the FY21 Action Plan, and the FY 2021 CDBG allocations detailed in Attachments 3-11 and 15 to the Report; and

WHEREAS, Council desires to exclude CDBG funding for Housing Navigation Center Operations and TechHire, which are detailed in Attachment 9 to the Report, from Fiscal Year 2021 allocations and approve the proposed Fiscal Year 2021 CDBG funding for the projects detailed in the revised Attachment 9 (FY 2021 Continuing Projects) attached to this Resolution; and

WHEREAS, the City desires that the Housing Commission continue to plan, coordinate, operate, administer, and implement programs for the operation of the City's Fiscal Year 2021 HOME and ESG programs (respectively, HOME Program and ESG Program); and

WHEREAS, the Fiscal Year 2020 ESG, CDBG and General Fund Subrecipient Agreement between the City and Housing Commission for the operation of homeless shelters and services (ESG, CDBG and General Fund Subrecipient Agreement), administered in accordance with the Memorandum of Understanding For the Provision of Homeless Shelters and Services (MOU) between the City and Housing Commission, provides for a one year term, with four additional one year options to extend, with each one year extension requiring Council approval; and

WHEREAS, the ESG, CDBG and General Fund Subrecipient Agreement will expire on June 30, 2020 and the City desires to exercise the first option to extend the term one year; and

WHEREAS, the draft Citizen Participation Plan Amendment, draft Consolidated Plan Substantial Amendment, draft FY20 Action Plan Substantial Amendment and draft FY21 Action Plan were released for a 5-day public comment and review period on May 11, 2020, which will end on May 15, 2020; and

WHEREAS, due to the COVID-19 emergency and related closure of City facilities, hard copies of the Citizen Participation Plan Amendment, draft Consolidated Plan Substantial Amendment, draft FY20 Action Plan Substantial Amendment, and draft FY21 Action Plan will not be available for public review, however, electronic versions are available for public review on the City's website (www.sandiego.gov/cdbg); NOW THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, as follows:

1. The Mayor, or designee, on behalf of the City, is authorized to enter into CDBG-CV, ESG-CV and HOPWA-CV grant agreements with HUD.
2. The Chief Financial Officer is authorized to accept CDBG-CV funds from HUD in the total amount provided in the CDBG-CV grant agreement between the City and HUD, estimated at \$7,223,939, and appropriate and expend such funds for the purpose of preventing, preparing for and responding to the COVID-19 emergency, upon CDBG-CV grant funds being secured.
3. The Chief Financial Officer is authorized to accept ESG-CV funds from HUD in the total amount provided in the ESG-CV grant agreement between the City and HUD, estimated at \$3,598,334, and appropriate and expend such funds for the purpose of preventing, preparing for and responding to the COVID-19 emergency, upon ESG-CV grant funds being secured.

4. CDBG-CV funds are allocated to the projects detailed in Attachment 11 to the Report, contingent upon the Chief Financial Officer certifying that CDBG-CV funds are available.

5. ESG-CV funds are allocated to the projects detailed in Attachment 11 to the Report, contingent upon the Chief Financial Officer certifying that ESG-CV funds are available.

6. The Mayor, or designee, on behalf of the City, is authorized to negotiate and enter into agreements or amendments to existing agreements, as applicable, with those nonprofit or government organizations whose projects or programs are allocated CDBG-CV and/or ESG-CV funding by the Council, as detailed in Attachment 11 to the Report, providing for the expenditure of the allocated funds for the purpose for which they were allocated, contingent upon the Chief Financial Officer certifying that CDBG-CV and ESG-CV funds are available.

7. The Citizen Participation Plan Amendment, in substantially the form of Attachment 1 to the Report, is approved.

8. The FY20 Action Plan Substantial Amendment, in substantially the form of Attachment 2 to the Report, is approved.

9. The Mayor, or designee, on behalf of the City, is authorized to make non-substantive revisions to the FY20 Action Plan Substantial Amendment to ensure that all approved activities and public comments about such plan received by the City during the public comment period are included, and further authorize the Mayor, or designee, to submit the final FY20 Action Plan Substantial Amendment to HUD for approval.

10. The Mayor, or designee, on behalf of the City, is authorized to enter into each of the Program Year 2020 / Fiscal Year 2021 CDBG, ESG, and HOME entitlement grant agreements with HUD.

11. The Chief Financial Officer is authorized to accept Fiscal Year 2021 CDBG entitlement grant funds from HUD in the total amount provided in the Program Year 2020 / Fiscal Year 2021 CDBG grant agreement between the City and HUD, estimated at \$12,280,031, and appropriate and expend such funds for the projects and programs approved for Fiscal Year 2021 CDBG funding allocations in this Resolution, contingent upon Fiscal Year 2021 CDBG entitlement grant funding being secured by the City.

12. Fiscal Year 2021 CDBG funding is allocated to the projects and programs recommended for Fiscal Year 2021 CDBG funding allocations in Attachment 3 (FY 2021 Public Service Projects); Attachment 4 (FY 2021 Community / Economic Development Technical Assistance Projects); Attachment 5 (FY 2021 Nonprofit Capital Improvement Projects - Facilities); Attachment 6 (FY 2021 Nonprofit Capital Improvement Projects - Multifamily Housing Projects); and Attachment 7 (FY 2021 Sustainability Projects), contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

13. A total amount not to exceed \$1,318,078 of Fiscal Year 2021 CDBG funds are allocated to the Housing Commission for the homeless programs listed in Attachment 8 (FY 2021 CDBG Homeless Set-Aside Projects) to the Report, contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

14. Fiscal Year 2021 CDBG funds are allocated for Continuing Projects, as detailed in Attachment 9 (FY 2021 CDBG Continuing Projects) to this Resolution, contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

15. Fiscal Year 2021 CDBG funds are allocated for City capital improvement projects, as detailed in Attachment 10 to the Report, contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

16. Fiscal Year 2021 CDBG funds are allocated for Eligible Activities, as detailed in Attachment 11 to the Report, contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

17. The Chief Financial Officer is authorized to accept, appropriate, and expend Fiscal Year 2021 HOME funds from HUD for the City's Fiscal Year 2021 HOME Program in the total amount provided in the Program Year 2020 / Fiscal Year 2021 HOME grant agreement between the City and HUD, estimated at \$5,780,859, contingent upon Fiscal Year 2021 HOME entitlement grant funding being secured by the City.

18. The Chief Financial Officer is authorized to accept, appropriate, and expend Fiscal Year 2021 ESG funds from HUD for the City's Fiscal Year 2021 ESG Program in the total amount provided in the Program Year 2020 / Fiscal Year 2021 ESG grant agreement between the City and HUD, estimated at \$1,043,517, contingent upon Fiscal Year 2021 ESG grant funding being secured by the City.

19. The Mayor, or designee, on behalf of the City, is authorized to negotiate and enter into agreements or amendments to existing agreements, as applicable, with those nonprofit or government organizations whose projects or programs are allocated CDBG funding by the Council for Fiscal Year 2021 by adoption of this Resolution, as listed in Attachments 3-8 and 10-11 to the Report and Attachment 9 to this Resolution, contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

20. The Mayor, or designee, on behalf of the City, is authorized to negotiate and enter into a fourth amendment to that certain Memorandum of Understanding between the City and the San Diego Workforce Partnership (Workforce Partnership), effective July 1, 2017, to extend the term of the agreement through June 30, 2021.

21. The Mayor, or designee, is authorized to reprogram cost savings and amend the FY 2020 CDBG Workforce Partnership City Mentorship Program contract budget in the amount of approximately \$37,000 to the FY 2020 CDBG Workforce Partnership TechHire Program contract budget to respond to impacts of the COVID-19 emergency, and the Chief Financial Officer is authorized to transfer appropriations from Sponsored Program SDWFP-HIRE YTH to Sponsored Program SDWFP-CODE SD within Fund 600000, Grant 1000003-2020, contingent upon the Chief Financial Officer certifying that funds are available.

22. The Chief Financial Officer is authorized to accept repayments from the Successor Agency under the RDA Agreements as Program Income, in accordance with the Successor Agency's Fourteenth "Recognized Obligation Payment Schedule" submitted to and approved by the California Department of Finance for Fiscal Year 2021 (ROPS 14, also known as "ROPS 20-21"), in a total amount not to exceed \$15,000,000.

23. The Chief Financial Officer is authorized to appropriate and expend a total amount not to exceed \$15,000,000 in Fiscal Year 2021 CDBG Program Income received from the Successor Agency, for the projects and programs allocated CDBG funding by the Council for Fiscal Year 2021 by adoption of this Resolution, as listed in Attachments 3-8 and 10-11 to the Report and Attachment 9 to this Resolution, contingent upon the Chief Financial Officer certifying that Fiscal Year 2021 CDBG funds are available.

24. The Chief Financial Officer is authorized to accept the repayment of HUD Section 108 funds in a total amount not to exceed \$2,515,000 from HUD as Program Income under Title 24 Code of Federal Regulations section 570.500.

25. The Chief Financial Officer is authorized to appropriate and expend a total amount not to exceed \$2,515,000 in HUD Section 108 Program Income repayment for CDBG

projects or programs approved by Council for CDBG funding in Attachments 3-8 and 10-11 to the Report and Attachment 9 to this Resolution, contingent upon the Chief Financial Officer certifying that such funds are available.

26. The Chief Financial Officer is authorized to:
 - a. Transfer appropriations of \$2,175,564.19 in Unobligated CDBG Program, Fund 60000, Grant 1000003-2020 to Fund 600000, Grant 1000003-2021.
 - b. Expend \$2,175,564.19 for CDBG projects or programs allocated CDBG funding by the Council for Fiscal Year 2021 by adoption of this Resolution, as listed in Attachments 3-8 and 10-11 to the Report and Attachment 9 to this Resolution, contingent upon the Chief Financial Officer certifying that the funds are available.

27. The Chief Financial Officer is authorized to increase the Fiscal Year 2021 Capital Improvement Program (CIP) budget and to appropriate and expend up to \$2,931,000 in Fund 600000, Grant 1000003-2021, contingent upon: (a) the adoption of the Fiscal Year 2021 Appropriation Ordinance; (b) grant funding being secured; and (c) the Chief Financial Officer certifying that funds necessary for the expenditure are, or will be, on deposit with the City Treasurer for the following CIP:

- a. A-BT.00001 City Facility Improvements (MLK Rec Center Moisture Intrusion Project) – CIP B19001 (\$1,800,000).
- b. A-IK.00003 Sidewalk Repair & Replacement (Sidewalk Replacement Group 1604) – CIP B16030 (\$331,000).
- c. L-16000 Southeastern Mini Park Improvements (\$800,000).

28. The Chief Financial Officer is authorized to increase appropriations in Unobligated CDBG for Program Income revenue.
29. The Chief Financial Officer is authorized to transfer balances from declined, completed, ineligible projects, or Fiscal Year 2020 fund balance, to Unobligated CDBG.
30. The Chief Financial Officer is authorized to return or remit to HUD certain CDBG funds, such as Program Income or interest earned, as required by the federal CDBG program regulations in Title 24 Code of Federal Regulations Part 570.
31. The Consolidated Plan Substantial Amendment, in substantially the form of Attachment 12 to the Report, is approved.
32. The Mayor, or designee, is authorized to make non-substantive revisions to the Consolidated Plan Substantial Amendment to ensure that all approved activities and all public comments about such plan received by the City during the public comment period are included in the final plan and further authorize the Mayor, or designee, to submit the final Consolidated Plan Substantial Amendment to HUD for approval.
33. The extension of the HOPWA MOA through June 30, 2025, is approved.
34. The FY21 Action Plan, in substantially the form of Attachment 13 to the Report, is approved.
35. The Mayor, or designee, is authorized to make non-substantive revisions to the FY21 Action Plan to ensure that all approved activities and all public comments about such plan received by the City during the public comment period are included in the final plan and further authorize the Mayor, or designee, to submit the final FY21 Action Plan to HUD for approval.

36. The Mayor, or designee, is authorized to amend active CDBG subrecipient agreements to reallocate previously approved CDBG funds from certain subrecipients experiencing costs savings to certain subrecipients providing immediate relief efforts related to the COVID-19 emergency, as needed.

37. The Mayor, or designee, is authorized to amend active CDBG subrecipient agreements to extend the term of the agreements, as needed, due to the COVID-19 emergency.

38. The Mayor, or designee, is authorized to waive certain requirements in Council Policy 700-02 when allocating CDBG-CV and ESG-CV funds, as needed, due to the COVID-19 emergency.

39. The extension of the ESG, CDBG and General Fund Subrecipient Agreement through June 30, 2021, is approved.

APPROVED: MARA W. ELLIOTT, City Attorney


By /s/ Marguerite E. Middaugh
Marguerite E. Middaugh
Deputy City Attorney

MEM:jdf
04/24/2020
05/19/2020 REV.
Or.Dept: Economic Dev't
Doc. No.: 2379285_2

I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of May 19, 2020.

ELIZABETH S. MALAND
City Clerk

By /s/ Matthew R. Hilario
Deputy City Clerk



KEVIN L. FAULCONER, Mayor

Approved: 5/21/2020
(date)

Vetoed: _____
(date)

KEVIN L. FAULCONER, Mayor

REVISED BY COUNCIL 5/19/2020

Proposed FY 2021 Community Development Block Grant (CDBG) Continuing Projects

Background – Successor Agency Repayments

In 2010, the City and the former Redevelopment Agency of the City of San Diego (RDA) entered into a CDBG Repayment Agreement to address findings from the HUD Office of the Inspector General (OIG) about the City's CDBG Program. With the dissolution of redevelopment in California in 2012, the State of California Department of Finance (DOF) suspended approval of the payments to the City under the CDBG Repayment Agreement. Senate Bill 107, enacted in September 2015, permitted the Successor Agency to the former RDA to resume including repayments under the CDBG Repayment Agreement on its annual Recognized Obligation Payment Schedule (ROPS). In addition to reinstating the CDBG Repayment Agreement payments, Senate Bill 107 resulted in the DOF authorizing the repayment of an additional \$151 million in CDBG Program Income from the Successor Agency under a separate Long-Term Miscellaneous CDBG Debt Agreement between the City and former RDA.

The final payment under the Repayment Agreement to address findings from the OIG was made in FY 2020. The Successor Agency Long-Term Miscellaneous CDBG Debt repayments continue and are subject to approval by the DOF as part of each annual Successor Agency ROPS process. The funds repaid are CDBG Program Income.

During the FY 2015 – FY 2019 Consolidated Plan, this certain Program Income was collectively referred to as the "Reinvestment Initiative" approved by the Council in Resolution R-310811. CDBG funds were allocated to Reinvestment Initiative programs in Resolution R-311071, effective April 27, 2017, in Resolution R-311700, effective April 23, 2018 and in R-312442, effective April 26, 2019. The draft FY 2021 Action Plan includes recommendations to continue funding for certain projects previously approved by these resolutions.

The FY 2021 Successor Agency repayments totaling \$15,000,000 were included in ROPS 14. The DOF approved this repayment prior to the deadline of April 15, 2020.

Background – EDD Sponsored Programs

The Economic Development Department recommends continuing to support two existing programs using FY 2021 CDBG funds.

See table below for a list of the Continuing Project allocations.

REVISED BY COUNCIL 5/19/2020

**Proposed FY 2021
Community Development Block Grant (CDBG)
Continuing Projects**

Project Title & Description	Proposed FY 2021 CDBG Funds
Affordable Housing Revolving Loan Fund: Continues to support the rehabilitation of multifamily units and/or first-time homebuyers, as defined by an MOU between the City of San Diego and the San Diego Housing Commission	\$4,000,000
Housing Navigation Center Operations: Continues to support the ongoing operations of the Housing Navigation Center to provide onsite intake, assessment, triage and connections to permanent housing opportunities for individuals experiencing homelessness.	\$1,000,000
TechHire: Continues to assist CDBG-eligible beneficiaries to begin their careers in the information technology field, administered by the San Diego Workforce Partnership	\$1,000,000
CONNECT2Careers: Continues to provide gap funding for an existing program sponsored by the City's Economic Development Department, in partnership with the San Diego Workforce Partnership. Due to the anticipated reduction in General Fund budget, the CDBG allocation is recommended to increase in FY 2021.	\$500,000
Library NEXT: Provides funding for an existing program sponsored by the City of San Diego Library, in collaboration with UC San Diego Extension and Sally Ride Science, to expand STEM educational opportunities in low- and moderate-income communities for middle and high school students.	\$240,000
Early Stage Development Accelerator: Continues to provide a small business incubator, within an eligible low- and moderate-income community, targeting emerging small businesses with the potential to create jobs for low- and moderate-income residents, in partnership with CONNECT ALL @ the Jacobs Center for Neighborhood Innovation.	\$500,000
Storefront Improvement Program: Continues a current program sponsored by the City's Economic Development Department. Due to the anticipated reduction in General Fund budget, this CDBG allocation will provide for a redefined program specific to low- and moderate-income areas and/or low- and moderate-income business owners.	\$200,000
Small Business Relief Fund: Continues a current program sponsored by the City's Economic Development Department. This CDBG allocation will provide for additional assistance to small businesses due to the impact of the COVID-19 emergency.	\$970,276
TOTAL	\$8,410,276 \$6,410,276

Passed by the Council of The City of San Diego on MAY 19 2020, by the following vote:

Councilmembers	Yeas	Nays	Not Present	Recused
Barbara Bry	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Jennifer Campbell	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Chris Ward	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Monica Montgomery	<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"/>
Vivian Moreno	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Georgette Gómez	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Date of final passage MAY 21 2020

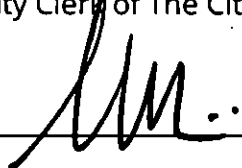
(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

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

(Seal)

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

By , Deputy

Office of the City Clerk, San Diego, California
Resolution Number R- 313042