



2022-2023 Annual Action Plan Competitive Awards

Organization	Score	Project	Requested Amount	Recommended Amount
<u>CDBG Public Services Spending (15% Cap)</u>				
Action Pathways	64	Economic Literacy and Advancement Program	\$200,000	
Better Health	71	Need a Name	\$50,000	
Connections of Cumberland County	78	Women's Day Resource Center	\$50,000	
Cumberland HealthNET	74	Homeless Street Outreach	\$90,000	
Cumberland Residential and Employment Services and Training	73	Adult Day Vocational Program	\$112,426	
Family Endeavors	78	Reveille Retreat	\$50,000	
Fayetteville Urban Ministry	78	Emergency Assistance	\$25,000	
Kingdom CDC	76	Homebuyer Education	\$24,000	
Service Source	81	Warrior Bridge Program	\$25,000	
Veterans Bridge Home	62	Employment Referrals	\$22,500	
Vision Resource Center	59	Vision Impaired Housing Expenses	\$25,000	
<u>CDBG Not Subject to Cap</u>				
Fayetteville Urban Ministry - Nehemiah Project		Emergency Housing Repairs	\$500,000	\$350,000
Cumberland County Partnership for Children		Storm Related Repairs	\$150,000	\$0
Center for Economic Empowerment and Development		Business Counseling Services	\$110,000	\$80,000
<u>HOME Community Housing Development Set Aside (15%)</u>				
Habitat for Humanity		Single Family Housing Development	\$675,000	\$150,000
<u>Multifamily Requests</u>				
West Cumberland		64 Unit Family Apartment	\$400,000	\$400,000
Cliffmore Park		72 Unit Senior Apartment	\$612,000	TBD \$200k Aval.
Eutaw Landing		84 Unit Senior Apartment	\$400,000	TBD \$200k Aval.
Scottie Pointe		96 Unit Family Apartment	\$400,000	TBD \$200k Aval.
Young Properties Veteran Supportive Housing		16 Unit Veteran Transitional	\$400,000	\$0



2022-2023 Annual Action Plan

Project Name	Amount	Description
CDBG - Administration	\$364,786	No more than 20% of entitlement funds and 20% of annual program income will be used to administer the CDBG activities.
CDBG - Public Services	\$273,589	Funds will be used to provide supportive and human services assistance for low- and moderate-income residents.
CDBG - Neighborhood Resources	\$269,153	Neighborhood services for low-and moderate -income residents to include outreach, engagement, blight removal, and neighborhood revitalization activities.
CDBG - Rehabilitation	\$500,000	Funds will be used for housing rehabilitation activities for people who are below 80% AMI and are elderly, disabled, or experiencing emergent needs. Program administration costs are included.
CDBG - Housing Activities	\$29,000	Funds will be used for the purpose of creating affordable housing through various CDBG eligible activities such as acquisition, site improvements, and homeownership assistance.
CDBG - Special Economic Development	\$387,404	Activities that support job retention or creation for low- and moderate-income residents.
HOME - Administration	\$108,123	HOME funds used for administration will consist of no more than the allowable 10% of the grant award to support activities related to increasing and preserving affordable housing.
HOME - Affordable Housing Development	\$2,414,047	Development through new construction or rehabilitation of affordable housing.
HOPWA - Administration	\$22,717	HOPWA Funds to be used for administration is capped at 3% of the total award.
HOPWA - Program	\$734,528	Tenant Based Rental Assistance, and Supportive Services for individuals with HIV/AIDS.
<i>Subtotal New Resources</i>	<i>\$5,103,347</i>	
CDBG - Public Services	\$14,000	Funds will be used to provide supportive and human services assistance for low- and moderate-income residents.
CDBG - Neighborhood Resources	\$482,000	Neighborhood services for low-and moderate -income residents to include outreach, engagement, blight removal, and neighborhood revitalization activities.
CDBG - Rehabilitation	\$760,683	Funds will be used for housing rehabilitation activities for people who are below 80% AMI and are elderly, disabled, or experiencing emergent needs. Program administration costs are included.
CDBG - Housing Activities	\$139,000	Funds will be used for the purpose of creating affordable housing through various CDBG eligible activities such as acquisition, site improvements, and homeownership assistance.
HOME - Affordable Housing Development	\$1,700,000	Development through new construction or rehabilitation of affordable housing.
<i>Subtotal Prior Year Resources</i>	<i>\$3,095,683</i>	
TOTAL	\$8,199,030	

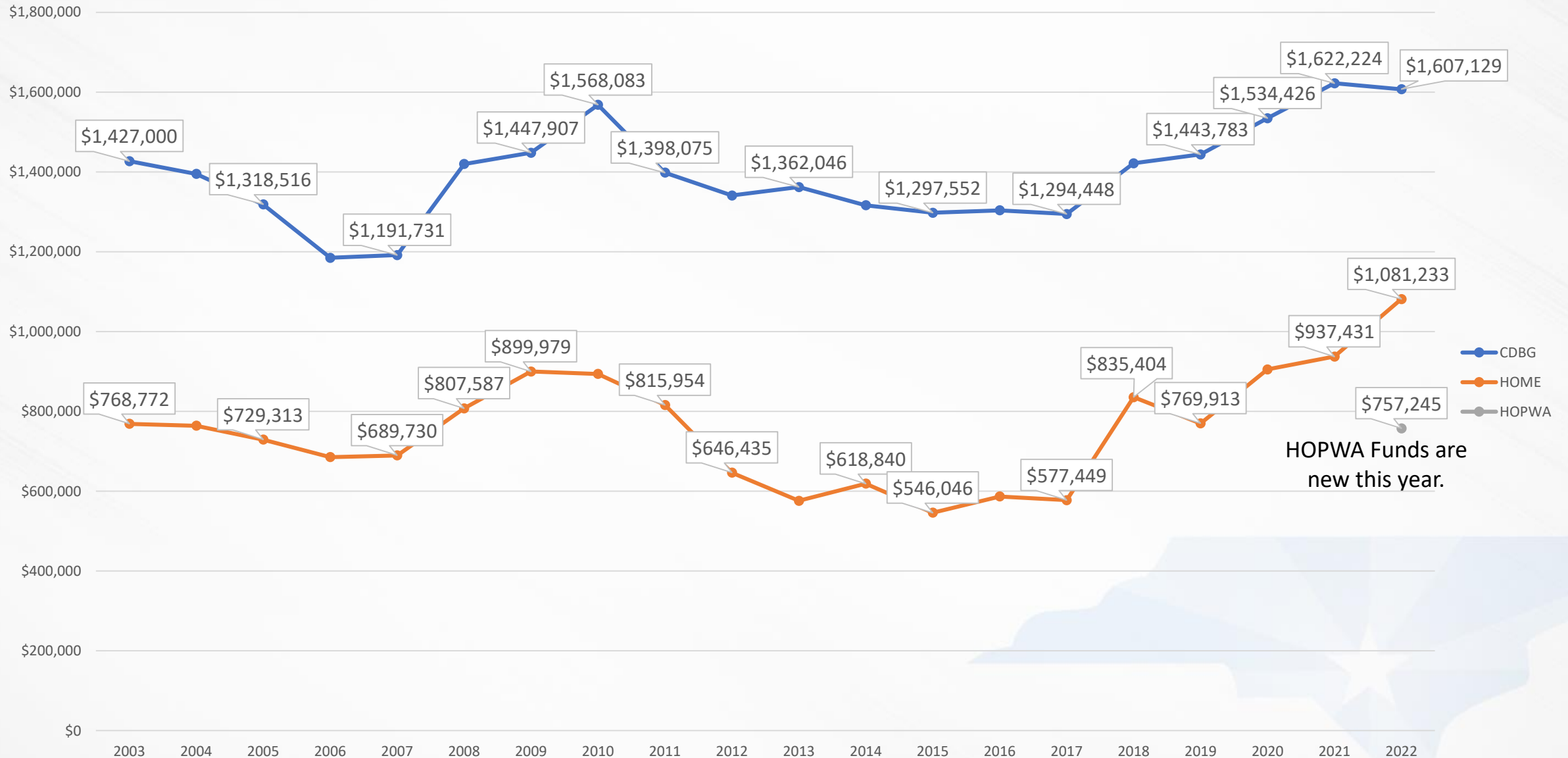
PY 22-23 Annual Action Plan – Public Hearing

May 23, 2022



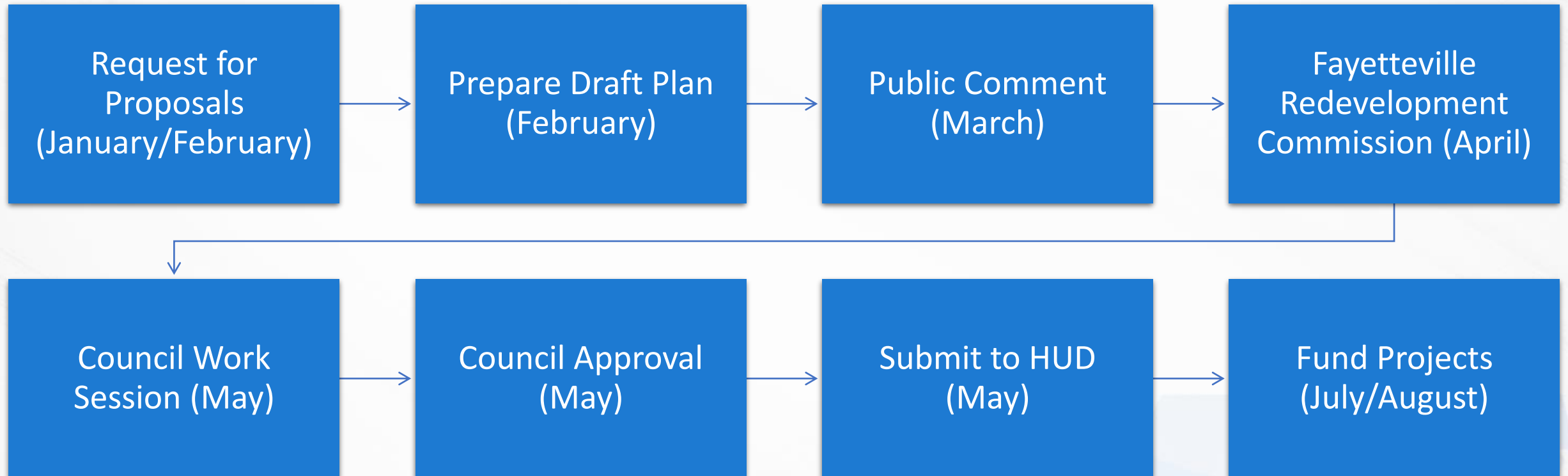
- The Community Development Block Grant (CDBG), Home Investment Partnership (HOME) and Housing for People with Aids (HOPWA) is awarded to States, Counties, Cities
 - Some Cities get funds from the State (Sub-grantee)
 - Others get funds directly from HUD (Entitlement)
 - Fayetteville is an entitlement City
- Must meet the stated goals of each program:
 - CDBG
 - Benefit Low and Moderate Income Persons
 - Reduce Slum and Blight
 - Urgent Need (Rarely used)
 - HOME
 - Create Affordable Housing
 - HOPWA
 - To address the housing needs of persons living with HIV/AIDS and their families

How Much Money?



HOPWA Funds are new this year.

The Action Plan Process



Entitlement: Grant funds made available to a jurisdiction directly from the Department of Housing and Urban Development

Program Income: Funds produced from grant funded activities such as loans

HOME Match: Required 25% local match for HOME grants (waived for PY21-22 due to COVID)

Prior Year Funds: Remaining Grant funds estimated at the end of the Program Year, to be reallocated

Funding Source	CDBG Funds	HOME Funds	HOPWA Funds	Total Budget
Entitlement	\$1,607,129	\$1,081,233	\$757,245	\$3,445,607
Program Income	\$216,803	\$1,170,628	\$0	\$1,387,431
HOME Match	NA	\$270,309	NA	\$270,309
<i>Total New Resources</i>	\$1,823,932	\$2,522,170	\$757,245	\$5,103,347
Prior Year Funds	\$1,395,683	\$1,700,000	NA	\$3,095,683
Total Resources	\$3,219,615	\$4,222,170	\$757,245	\$8,199,030



CDBG Recommendations

Consolidated Plan Strategy Allocations (CDBG Only)	2021- 2022	2022- 2023	% Change
Economic Development Strategy	\$605,000	\$464,404	-23%
Community Development Strategy	\$195,343	\$359,742	88%
Housing Strategy	\$476,153	\$529,000	15%
Homeless Strategy	\$87,000	\$96,000	10%
Special Needs Strategy	\$25,000	\$10,000	-60%
Administration, Planning, and Management	\$347,124	\$364,786	7%
Total New Resources	\$1,735,620	\$1,823,932	

Reduced in favor of ARP funding, current funding create timeliness concerns

Addition of Neighborhood Resources

Down Payment Assistance – Program Launch in May

Funded Street Outreach to monitor health and encampments

Capital purchase prior year, current request disable veteran assistance

HOME Recommendations

HOME Allocations (All Housing Strategy)	2021- 2022	2022- 2023	% Change
Community Housing Development Organization (CHDO) Single Family Housing	\$150,000	\$170,000	13%
Housing Trust Fund	\$1,200,000	\$1,904,834	59%
Homeowner Occupied Rehabilitation	\$373,688	\$329,213	-9%
Administration, Planning, and Management	\$93,743	\$108,123	15%
Total New Resources		\$1,817,431	\$2,522,170

15% Required CHDO Set Aside

Additional program income from prior developments

Small decrease due to increase in CDBG rehab



HOPWA Recommendations

HOPWA Allocations (All Housing Strategy)	NA	2022- 2023	
HOPWA Housing Trust Fund	NA	\$200,000	Affordable Housing Development
HOPWA Tenant Based Rental Assistance	NA	\$400,000	Rent assistance through a non-profit agency
HOPWA Supportive Services	NA	\$134,528	Case management for individuals receiving rental assistance
Administration, Planning, and Management	NA	\$22,717	3% cap
Total New Resources	NA	\$757,245	



Rollover Funds

Program	Activity	Amount	
CDBG - Neighborhood Resources	Partnership for Children	\$250,000	Storm Damaged Repairs
CDBG - Neighborhood Resources	Blight Removal Program	\$32,000	Investing more in Neighborhoods
CDBG - Neighborhood Resources	Water & Sewer	\$200,000	Assisting with PWC Assessments
CDBG - Housing Activities	Emergency Repair Program - HFH	\$630,341	One-Time funding for Waitlist
CDBG - Housing Activities	Homebuyer Assistance	\$139,000	Launches in May
CDBG - Housing Activities	Emergency Repair Program - FUM	\$130,342	In addition to new funding of \$500k
CDBG - Public Services	Community Outreach	\$14,000	More Neighborhood Engagement
HOME - Housing Development	HOME Housing Trust Fund	\$1,700,000	Intentional Seed Funding for Trust
	Total	\$3,095,683	

This is a lot of rollover! We have focused on rescue and recovery programs for two years.

This enables us to fund capital investments and more emergency repairs.

More CDBG emergency repairs frees up more HOME funds for the Trust Fund.



Loan Funds to Housing Developers (Big and Small)

- Real Estate projects are designed to make money, even affordable housing
- Loans are the critical tool, sometimes they are forgiven (grants)
- More affordability means more generous loan terms
- Updating policy and procedures to be more inclusive
- Creating public facing application

Loan Funds for Single Family Housing Development

- The City needs one or more nonprofits to build modest homes and connect qualified homebuyers (infill development)

Loan Funds for Down Payment Assistance

- Currently using CDBG but could use Trust Fund if program is successful

Next Steps and Timeline

Events	Dates
City Council Approval of Plan	May 23, 2022
City Council Approval of Amendment for HOME-ARP	May 23, 2022
Plan Submitted to HUD	Acton Plan due by June
Council Adoption of Budget Ordinance	June 13 or 27
Programs Funded per 24 CFR Part 570.200(h)	July 1, 2022



Staff Recommendation: Move to approve the proposed Housing and Urban Development Annual Action Plan and Amendment to the Consolidated Plan.



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