ORDINANCE NO. 15450

FILE OF CITY COUNCIL

BILL NO. 24 - 2018

**INTRODUCED BY** 

JUNE 6, 2018

#### AN ORDINANCE

Providing for the expenditure of certain monies received by the City of Allentown under Title I of the Housing and Community Development Act of 1974, as amended; The Homeless Emergency Assistance and Rapid Transition to Housing Act of 2009; and Title II of the National Affordable Housing Act of 1990, as amended; for the purpose of undertaking programs of housing and community development within the City.

### BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ALLENTOWN:

SECTION ONE: That the Mayor is authorized to expend Three Million Four Hundred Twenty Eight Thousand Seven Hundred Thirty (\$3,428,730.00) Dollars in Community Development Block Grant Program (CDBG), HOME Investment Partnerships Program (HOME), and Emergency Solutions Grants Program (ESG) funds for the January 1, 2018 to December 31, 2018 grant year, for housing and community development programs pursuant to the approved Consolidated Plan, appropriate Federal Law and United States Department of Housing and Urban Development (HUD) regulations.

SECTION TWO: That the Mayor is directed to establish and maintain any and all accounts and records as are necessary and to make such transfers as may be required to expend and account for said CDBG, HOME and ESG Funds in accordance with the approved Consolidated Plan, appropriate Federal law, and HUD regulations.

SECTION THREE: That this act of the Council of the City of Allentown is undertaken pursuant to Act 292 of 1974 in accordance with the opinion of the Pennsylvania Attorney General (Opinion 72-75) which holds that CDBG, HOME, and ESG Funds are General Municipal Funds for the purpose of Act 292 of 1974.

SECTION FOUR: That, in accordance with the Action Plan, the Council of the City of Allentown authorizes the appropriation of Three Million Four Hundred Twenty Eight Thousand Seven Hundred Thirty (\$3,428,730.00) Dollars in the following manner:

## CODE ENFORCEMENT AND REHABILITATION (CDBG)

700-01-7401 <b>-</b> 0206	Property Acquisition & Disposition and Management	\$200,000
700-01-7401-0207	Site Clearance	
700-01-7401-0208	Façade Grant Program	50,000
700-01-7401-0212	Hazard Elimination Program	

700-01-7401-0215 TOTAL	Program Delivery (Includes Salaries to be Apportioned)	<u>50,000</u>
PUBLIC SERVICES	S (CDBG)	
700-01-7402-0201 700-01-7402-0202 700-01-7402-0203	Allentown YMCA Lehigh Valley Center for Independent Living The Literacy Center	10,000
700-01-7402-0204 700-01-7402-0205 700-01-7402-0206 700-01-7402-0208	Lehigh Conference of Churches – Daybreak	10,000
700-01-7402-0209 700-01-7402-0210 700-01-7402-0211	Community Action Committee of the Lehigh Valley – Community Action Financial Services Neighborhood Housing Services of the Lehigh Valley – HOOP Boys and Girls Club of Allentown	10,000
700-01-7402-0212 700-01-7402-0214 700-01-7403-0203 700-01-7403-0205	The Neighborhood Center  Community Bike Works  Allentown Public Library  Salvation Army Youth Program	10,000 10,000 10,000
700-01-7403-0207 700-01-7403-0211 700-01-7403-0212 700-01-7403-0213	Pinebrook Family Answers  Alliance Hall of Allentown, Inc Alliance Summer Recreation  Valley Youth House  Lehigh Valley Workforce Development	10,000 7,500 10,000
TOTAL	25 mg/ Valley Werkleres Bevelopment	\$ 177,500
NEIGHBORHOOD	REVITALIZATION (CDBG)	
700-01-7404-0201 700-01-7404-0205 700-01-7404-0207 700-01-7404-0209 700-01-7404-0210 700-01-7404-0212 700-01-7404-0213	HADC Youthbuild  Neighborhood Public Improvements  City of Allentown-ADA Curb Cuts  Allentown Area Food Bank  Allentown YMCA Rehabilitation  Allentown City Parks/Valania  Allentown City Parks/ Jordan Creek Greenway	
TOTAL		\$1,268,771
CDBG - ADMINIST	TRATION AND ECONOMIC DEVELOPMENT	
700-01-7405-0202 700-01-7405-0207	Community Action Development Corporation of the Lehigh ValleyAdministration	
700-01-7405-0207	Retail Mosaic Self-Forgiving Loan Program	5,000
TOTAL		\$487,897

# HOME INVESTMENT PARTNERSHIPS PROGRAM (HOME)

700-01-7407-0202 700-01-7407-0203 700-01-7407-0204 700-01-7407-0205 700-01-7407-0206	CHDO Activity to be determined	
TOTAL		\$949,494
EMERGENCY SOLU	JTIONS GRANTS PROGRAM (ESG)	
700-01-7408-0201 700-01-7408-0202 700-01-7408-0203 700-01-7408-0204 700-01-7408-0205 700-01-7408-0206	Community Action Committee of the Lehigh Valley - Sixth Street Shelter Allentown Rescue Mission The Salvation Army Administration Lehigh Conference of Churches – Rapid Re-housing Everlasting Life – Warming Station	31,668 34,097 14,231 61,670
TOTAL		\$189,753

SECTION FIVE: That this Ordinance will take effect ten (10) days after final passage.

SECTION SIX: That all Ordinances inconsistent with the above provisions are repealed to the extent of their inconsistency.

#### **AMENDMENTS:**

TO REMOVE GOOD SHEPHARD APARTMENT AND ADD \$200,000 TO ALLENTOWN COMMUNITY REVITALIZATION CORPORATION PASSED, 7-0

UNDER ESG DELETE EMERGENCY SHELTER ACCOUNT AND ADD TO THE RESCUE MISSION \$31,668 AND SALVATION ARMY \$34,097 PASSED, 6 – 1

	Yea	Nay
Candida Affa, VP	Х	
Julio A. Guridy	Х	
Daryl Hendricks	Х	
Cynthia Y. Mota	Х	
Courtney Robinson	Х	
Ed Zucal	Х	
Roger MacLean, Pres.	Х	
TOTAL	7	0

I hereby certify that the foregoing Ordinance was passed by City Council on June 20, 2018 and signed by the Mayor on June 22, 2018.

Michae T. Hall CITY CLERK

# What Department or bureau is Bill originating from? Where did the initiative for the bill originate?

The Consolidated Grants Program (CGP) legislation consists of two ordinances and one resolution and originates in the Department of Community and Economic Development.

The attached legislation, from the Department of Community and Economic Development serves as the template for the City of Allentown's application for federal Community Development Block Grant Program (CDBG), HOME Investment Partnerships Program (HOME) and Emergency Solutions Grants Program (ESG) funds. Each piece of legislation serves a specific purpose, which when combined, contain all the recommended regulatory steps need to apply for these federal funds. These are the same types of legislation presented to City Council every year. However, the actual dollar amounts, list of activities and funds available are different every year.

### Summary and Facts of the Bill

#### 43 Ordinance #1 Establish CDBG accounts

Summary: This legislation is required to establish expenditure accounts for the City budgeting system, in addition to listing all the activities/programs which will be funded for the 2018 Consolidated Grants Program year. It provides the basis for the creation of the Action Plan which is submitted to HUD as the application for the CDBG, HOME and ESG program funds which the City receives every year.

- Purpose Please include the following in your explanation:
  - What does the Bill do what are the specific goals/tasks the bill seek to accomplish
  - What are the Benefits of doing this/Down-side of doing this
  - How does this Bill related to the City's Vision/Mission/Priorities

This ordinance provides the City with the second step needed to allow the City to apply for and then access \$3,428,730.00 in grant funds for the January 1, 2018 to December 31, 2018 program year. All activities funded comply with the CDBG, HOME and ESG regulations as promulgated by HUD and allow the City to further its Community and Economic Development Initiatives. This bill provides the second step in the process which forms the basis to complete the strategies of the second year of the City of Allentown's Consolidated Plan for the period July 1, 2015 to June 30, 2020.

# • Financial Impact – Please include the following in your explanation:

- Cost (Initial and ongoing)
- Benefits (initial and ongoing)

This ordinance provides the City the ability to expend \$ 3,428,730.00 in federal funds to complete a variety of activities including demolition, public services, neighborhood improvements, administration of the programs, etc. This legislation has no adverse financial impact on the City and the General Fund.

- Funding Sources Please include the following in your explanation:
  - o If transferring funds, please make sure bill gives specific accounts; if appropriating funds from a grant list the agency awarding the grant.

The funding sources for this ordinance are the federal Community Development Block Grant Program (CDBG), the HOME Investment Partnerships Program (HOME) and the Emergency Solutions Grant Program (ESG).

## Priority status/Deadlines, if any

This bill has a high priority status. Failure to submit the application to HUD by June 30, 2018 could result in the loss of this money.

## Why should Council unanimously support this bill?

The City has again followed the scoring process approved by Council and used in the past to develop this budget. In addition, funding decisions were made by complying with HUD's regulations, which require the City to address concerns/needs noted in its five year Consolidated Plan