



City of Racine, Wisconsin
AGENDA BRIEFING MEMORADUM

AGENDA DATE:	July 20 , 2017
SUBJECT:	Item # 688-17 2017 Annual Plan
PREPARED BY:	Laura Detert, Manager of Housing and Community Development

EXECUTIVE SUMMARY:

Department of City Development - Division of Housing and Community Development requests that the Community Development Committee and Common Council approve the 2017 Annual Action Plan for the City of Racine.

BACKGROUND & ANALYSIS:

HUD requires entitlement communities, including the City of Racine, to create an Annual Action Plan (AAP) for Community Development Block Grant (CDBG), HOME Investment Partnership Program (HOME), and Emergency Solutions Grant (ESG) funding through the U.S. Department of Housing and Urban Development (HUD). The AAP process requires public input as outlined in the City of Racine Citizen Participation Plan which includes approval by the Community Development Committee and Common Council.

The funding priority categories were selected through the 2015-2019 Consolidated Plan as amended. The AAP sets the budget for each funding priority; each individual activity funded under each category is later approved through the Community Development Committee and Common Council.

Administration is capped for CDBG, HOME, and ESG at 20%, 10%, and 7.5% respectively.

CDBG funding for public services is capped at 15%.

The 2017-2019 Annual Action Plans for Racine include the option of CDBG funding to the Greater Uptown Neighborhood Revitalization Strategy Area (NRSA), a redevelopment area approved by HUD in 2017.

Staff recommendations for 2017 funding by category are attached. The Community Development Committee and Common Council may vote to increase or decrease funding amounts by category.

BUDGETARY IMPACT:

The City of Racine will receive the following funding from HUD for 2017:

CDBG: \$1,744,365*

HOME: \$383,222

ESG: \$362,015**

*An additional \$150,000 of funds from prior grant years will be re-allocated as part of the 2017 Annual Action Plan.

** ESG funds include an additional one-time allocation of \$200,000 to the City of Racine by HUD for 2017.

RECOMMENDED ACTION:

Staff recommends that Common Council approve the 2017 Annual Action Plan for the City of Racine and that staff submit the plan to the U.S. Department of Housing and Urban Development.

City of Racine: 2017 Annual Plan Funding (proposed)

	Admin	Housing Rehab + TBRA	New Housing Units	Public Services	Public Infrastructure	Economic Development	Blight Reduction	Total
CDBG								
2017	\$ 348,873	\$ 235,489	\$ 104,562	\$ 261,654	\$ 409,925	\$ 383,760	\$	\$ 1,744,365
2016	\$	\$ 75,000	\$	\$	\$ 25,000	\$ 25,000	\$ 25,000	\$ 150,000
								\$ 1,894,363

HOME

2017	\$ 38,322	\$ 249,094	\$ 95,805	\$	\$	\$	\$	\$ 383,222
------	-----------	------------	-----------	----	----	----	----	------------

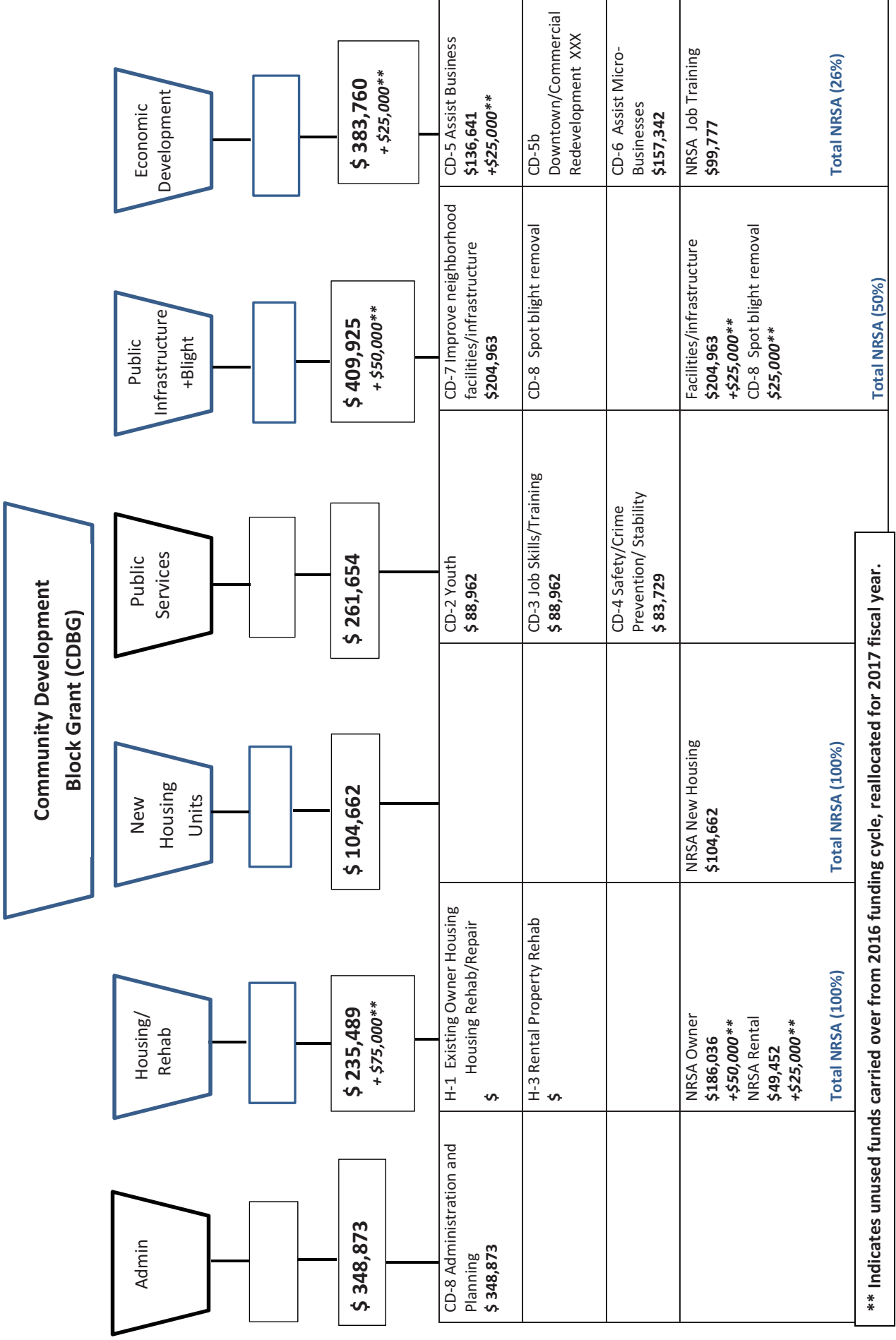
ESG Admin Services

2017	\$ 27,151	\$ 334,864	\$	\$	\$	\$	\$	\$ 362,015
------	-----------	------------	----	----	----	----	----	------------

	2016	2017	Change from previous year
CDBG	\$ 1,757,084	\$ 1,744,365	\$ (12,719)
HOME	\$ 414,455	\$ 383,222	\$ (31,233)
ESG	\$ 156,205	\$ 326,015	\$ 205,810
	\$ 2,327,744	\$ 2,453,602	\$ 125,858

CITY OF RACINE 2017 AAP FUNDING PRIORITIES (With 2016 Reallocation)

Projected Amount Available: CDBG: \$1,744,365 + \$150,000



** Indicates unused funds carried over from 2016 funding cycle, reallocated for 2017 fiscal year.

CITY OF RACINE 2017 AAP FUNDING PRIORITIES

Projected Amount Available: CDBG: \$1,744,365

