

AGENDA DATE:

CDBG Advisory Board – June 9, 2025 Common Council – June 16, 2025

SUBJECT:

Communication sponsored by Mayor Mason to receive and file updated HOME-ARP Allocation Plan.

PREPARED BY: Brittany Brown, Compliance Specialist **REVIEWED BY:** Veronica Seymour, Housing Manager

BACKGROUND & ANALYSIS:

The U.S. Department of Housing and Urban Development (HUD) has issued a correction to the City of Racine's previously announced allocation under the HOME-American Rescue Plan (HOME-ARP) program. The HOME-ARP Allocation Plan outlines the City's strategy for utilizing federal funds to assist qualifying populations—including individuals and families experiencing homelessness, at risk of homelessness, or fleeing domestic violence, sexual assault, stalking, or human trafficking—through a variety of eligible housing and supportive service activities.

Originally, the City of Racine was notified of an award amount of \$2,080,178. However, HUD has since revised that figure. The corrected allocation amount is \$2,083,327.00.

This adjusted funding total will be reflected in all relevant planning, reporting, and budgeting documents associated with the HOME-ARP program. The City will continue to follow HUD guidelines to ensure these funds are allocated to eligible activities, including:

- Production or preservation of affordable rental housing
- Acquisition and development of non-congregate shelter
- Supportive services
- Tenant-based rental assistance

Funds must continue to primarily benefit the four qualifying populations defined under HUD's HOME-ARP guidelines, including veterans and families at risk of housing instability.

BUDGETARY IMPACT:

There is no negative fiscal impact on the City's CDBG Fund. The CDBG Advisory board will oversee the HOME-ARP grant of \$2,083,327.00 in which funds must be fully expended by December 31, 2029.

RECOMMENDED ACTION:

Receive and File updated HOME-ARP allocation