

City Council Agenda Items
and
Contracts, Leases or Agreements

5/15/2012

City Council Meeting Date
Agenda Items Only

Yolanda Fields

Submitted By

Community Services

Division

Development Services

Department

Action Required:

Approval of a budget adjustment to recognize the actual amount of the 2012 Community Development Block Grant award.

Cost of this request	\$ -	Category / Project Budget	Program Category / Project Name
2180.0918.4320.00	\$ -	Funds Used to Date	Program / Project Category Name
Account Number			
Project Number	\$ -	Remaining Balance	Fund Name

Budgeted Item

Budget Adjustment Attached

J. McC. Price
Department Director

04-24-2012
Date

Previous Ordinance or Resolution #

John Skellern
City Attorney

4-24-12
Date

Original Contract Date:

Original Contract Number:

Paul A. Beckman
Finance and Internal Services Director

4-25-2012
Date

Received in City Clerk's Office 04-24-12 11:01 RCVD

Don Mar
Chief of Staff

4-25-12
Date

Received in Mayor's Office

Donald Jordan
Mayor

4/26/12
Date

King J.

ENTERED
4/24/12

Staff recommends approval of the Budget Adjustment.



www.accessfayetteville.org

CITY COUNCIL AGENDA MEMO

To: Mayor and City Council

Thru: Jeremy Pate, Dir. Development Services *J.P.*

From: Yolanda Fields, Dir. Community Services

Date: April 23, 2012

Subject: 2012 Community Development Block Grant (CDBG) Decrease

PROPOSAL:

Fayetteville has been a Community Development Block Grant (CDBG) entitlement city since 1975. Funding is based on a formula allocation that takes into account such factors as population, percent of low/moderate income persons, and the number of housing units. This process sets aside CDBG funds for the City of Fayetteville each year that the Community Services Division submits an annual "Action Plan" outlining the proposed use for the funds to the U.S. Department of Housing & Urban Development (HUD). If the Action Plan meets HUD requirements, an agreement is received. This agreement must be executed, returned to the HUD field office in Little Rock and then sent to Washington, D.C. for the release of funds.

Grant amounts vary each year dependent upon funding levels authorized by Congress through the annual federal budget process. The 2012 grant amount is \$540,226. The decrease in the CDBG award is due to the cuts made during this year's federal budget process. The cut in funding will be spread out over the various proposed CDBG projects as shown below.

Grant Funding Detail:	\$540,226	Total (Decrease of 8.3%)
Administration	\$ 20,708	(81% decrease in order to fund internal programs. Remaining Admin funds from 2011 will fund 2012 grant administration)
Housing Rehabilitation Program	\$334,922	(Funding added due to cuts in Admin)
Redevelopment Program	\$ 77,876	(Funding added due to cuts in Admin)
CASA of NWA	\$ 9,200	(Decrease of 8%)
Community Clinic – St. Francis	\$ 9,200	(Decrease of 8%)
LifeSource International	\$ 18,400	(Decrease of 8%)
Wash. Reg. Med. Foundation	\$ 4,600	(Decrease of 8%)
Transportation Program	\$ 23,920	(Decrease of 8%)
Life Styles	\$ 27,600	(Decrease of 8%)
YRCC	\$ 13,800	(Decrease of 8%)

RECOMMENDATION:

Staff recommends approval of the budget adjustment to recognize the actual amount of the Community Development Block Grant.

BUDGET IMPACT:

Decrease to CDBG Grant Revenue of \$53,068 to reflect the actual amount of available CDBG funds, after the GY2012 decrease and internal reallocations.

RESOLUTION NO. _____

A RESOLUTION APPROVING A BUDGET ADJUSTMENT RECOGNIZING THE ACTUAL AMOUNT OF THE 2012 COMMUNITY DEVELOPMENT BLOCK GRANT AWARD FROM THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE, ARKANSAS:

Section 1: That the City Council of the City of Fayetteville, Arkansas hereby approves a budget adjustment, a copy of which is attached as Exhibit "A", recognizing the actual amount of the 2012 Community Development Block Grant award from the U.S. Department of Housing and Urban Development.

PASSED and APPROVED this 15th day of May, 2012.

APPROVED:

ATTEST:

By: _____
LIONELD JORDAN, Mayor

By: _____
SONDRA E. SMITH, City Clerk/Treasurer

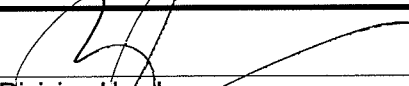
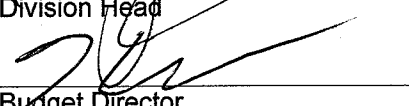
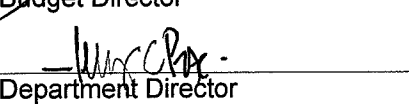
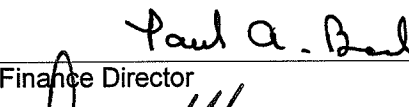


**City of Fayetteville, Arkansas
Budget Adjustment Form**

A.6 V11.0425
2012 Community Development
Block Grant Award

Budget Year	Division: Community Services Department: Development Services	Request Date	Adjustment Number
2012		4/23/2012	

BUDGET ADJUSTMENT DESCRIPTION / JUSTIFICATION

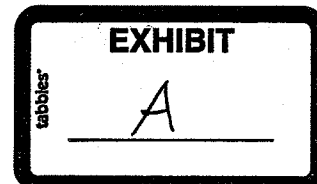
Community Development budgets need to be adjusted to reflect the actual grant amount. Decrease Housing Contract Services by \$5,220. Decrease Contract Services Minor Rehab by \$10,000. Decrease Redevelopment Office Supplies by \$1500. Decrease Redevelopment Copies by \$1000. Decrease Redevelopment Public Notification by \$1500. Decrease Redevelopment Contract Services by \$20,798. Decrease Public Services Undesignated by \$3,600. Increase Transportation Services by \$3958. Increase Aging Transportation by \$2,662. Increase Public Facilities Undesignated by \$2,720. Decrease NWA Health Clinic by \$2,938. Decrease Domestic Violence Shelter by \$15,852. Decrease Grant Funding Revenue by \$53,068.

	4/24/12 Date	Prepared By: Rachel rafielids
	4-24-12 Date	Reference: _____
	04/24/2012 Date	Budget & Research Use Only
	4-24-2012 Date	Type: A B C D E P
	4-25-12 Date	General Ledger Date _____
	4/26/12 Date	Posted to General Ledger _____
		Initial _____ Date _____
		Checked / Verified _____
		Initial _____ Date _____

TOTAL BUDGET ADJUSTMENT

(53,068) (53,068)

Account Name	Account Number	Increase / (Decrease)		Project.Sub Number
		Expense	Revenue	
Contract services	2180.4940.5315.00	(5,220)		.
Contract Serv Minor Rehab	2180.4940.5315.05	(10,000)		.
Office supplies/printing	2180.4945.5200.00	(1,500)		.
Copies and lease	2180.4945.5200.01	(1,000)		.
Public notification	2180.4945.5301.00	(1,500)		.
Contract services	2180.4945.5315.00	(20,798)		.
CDBG Projects Undesignate	2180.4970.5390.00	(3,600)		.
Transportation Services	2180.4970.5390.02	3,958		.
Aging transportation	2180.4970.5390.03	2,662		.
CDBG Projects Undesignate	2180.4990.5390.00	2,720		.
NWA Health Clinic	2180.4990.5390.14	(2,938)		.
Domestic violence shelter	2180.4990.5390.27	(15,852)		.
Grant funding CDBG	2180.0918.4320.00		(53,068)	.
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U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
Little Rock Field Office, Region VI
Office of the Field Office Director
425 West Capitol Avenue, Suite 1000
Little Rock, AR 72201
Phone (501) 918-5700 - Fax (501) 324-6142
www.hud.gov espanol.hud.gov

April 6, 2012

Honorable Lioneld Jordan
Mayor, City of Fayetteville
113 West Mountain Street
Fayetteville, AR 72701

Dear Mayor Jordan:

I am pleased to inform you of your community's Fiscal Year (FY) 2012 allocation for the Office of Community Planning and Development's (CPD) formula programs, which provide funding for housing, community and economic development activities, and assistance for low- and moderate-income persons and special populations across the country. The Program Year for these funds began on January 1, 2012. Your community's FY 2012 available amount is:

Community Development Block Grant (CDBG)	\$540,226
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It is noted that the Consolidated Plan/Annual Action Plan submitted for the use of these funds used a planning figure of \$589,066 for CDBG. Since the planning amount is less than the actual funding amount, please make the necessary corrections in your proposed budget and activities to reflect the actual funding received. Also, if you have not already done so, please provide this office with a copy of your revised budget within 15 days of the date of this letter. Please note that those changes that are considered substantial, or are for new activities or those that are completely deleted will require an amendment to your Consolidated Plan or Action Plan.

Enclosed are four copies of the Grant Agreement and Funding Approval form that have been executed by this office. This document constitutes the contract between the U. S. Department of Housing and Urban Development (HUD) and the City of Fayetteville for the CDBG program's Fiscal Year 2012 allocation. Please sign all copies, and after execution return three copies to this office as soon as possible. The third copy should be retained in the City's files.

HUD Form 7015.15, Request for Release of Funds and Certification (RROF), under the provision of 24 CFR Part 58 (Environmental Review Procedures for the Community Development Block Grant Program) for program year 2012 activities was received in this office on November 16, 2011. It appears that activities scheduled for 2012 do not require the preparation and dissemination of an environmental impact statement. An executed Form HUD 7015.16, Notice of Removal of Grant Conditions, is enclosed. Funds for these activities may be obligated/expended upon receipt of this form.

In addition to the conditions contained on form HUD 7082, the grantee shall comply with requirements established by the Office of Management and Budget (OMB) concerning Dun and Bradstreet Data Universal Numbering System (DUNS), the Central Contractor Registration (CCR) database, and the Federal Funding Accountability and Transparency Act, including Appendix A to Part 25 of the *Financial Assistance Use of Universal Identifier and Central Contractor Registration*, 75 Fed. Reg. 55671 (Sep. 14, 2010) (to be codified at 2 CFR part 25) and Appendix A to Part 170 of the *Requirements for Federal Funding and Accountability and Transparency Act Implementation*, 75 Fed. Reg. 55663 (Sept. 14, 2010) (to be codified at 2 CFR part 170).

The FY 2012 Budget may have significantly reduced funding for the CDBG program compared to the FY 2011 levels. Grantees that have already submitted their annual Action Plan based on an anticipated amount higher than the FY 2011 allocations for these programs must revise their Action Plan consistent with the allocation amount and applicable amendment requirements. Your local CPD field office is available to provide additional information regarding amendment requirements.

CPD has moved rapidly to implement the OneCPD technical assistance process. Under OneCPD, technical assistance has adopted a place-based strategy with the goal of improving the ability of grantees to understand their local market conditions, set goals, and design and effectively carry out their housing and community development programs. This is particularly important as many local governments continue to struggle with budgetary pressures resulting from the economic downturn.

HUD again urges grantees to consider the needs of returning veterans and their families in the design and administration of these formula programs. Our fellow Americans have served our nation on the battlefields of Iraq and Afghanistan and seemingly countless other places around the globe. Many veterans are returning to our communities with wounds and injuries that may make it difficult for them to find housing or support themselves and their families. I ask that you consider their sacrifice and ensure that these men and women receive every appropriate consideration in the use of these funds at the local level.

CPD looks forward to working with you in a true partnership to successfully meet the challenges we face in FY 2012. On behalf of the Department, I wish the City of Fayetteville much success in the use of these resources to implement the City's community development initiatives. If you have any questions or if we may be of any assistance to the City in the implementation of your CDBG program, please contact me at (501) 918-5700, or Lisa Spigner, Community Planning and Development Representative, at (501) 918-5734.

Sincerely,



Alice Rufus
Field Office Director

Enclosures

cc:
Ms. Yolanda Fields

**Authority to Use
Grant Funds**

**U.S. Department of Housing
and Urban Development**
Office of Community Planning
and Development

A. 6
2012 Community Development
Block Grant Award
Page 9 of 10

To: (name & address of Grant Recipient & name & title of Chief Executive Officer) The City of Fayetteville 113 West Mountain Fayetteville, AR 72701		Copy To: (name & address of SubRecipient)
Honorable Lioneld Jordan, Mayor		
We received your Request for Release of Funds and Certification, form HUD-7015.15 on		11/16/2011
Your Request was for HUD/State Identification Number		B12-MC-05-0001

All objections, if received, have been considered. And the minimum waiting period has transpired.
You are hereby authorized to use funds provided to you under the above HUD/State Identification Number.
File this form for proper record keeping, audit, and inspection purposes.


Program Activity/Project Description:

24 CFR 58.34 Exempt Activities

Administration of the Community Development Block Grant
CASA of Northwest Arkansas
Community Clinic – Owl Creek School Based Health Center
LifeSource International
Transportation Program
Washington Regional Medical Foundation

24 CFR 58.35 Categorically Excluded Activities

Housing Rehabilitation Program
Redevelopment Program
Life Styles
Yvonne Richardson Community Center

Typed Name of Authorizing Officer: James E. Slater	Signature of Authorizing Officer 	Date (mm/dd/yyyy) 04/09/2012
Title of Authorizing Officer: Director, CPD	<input checked="" type="checkbox"/>	

