



SUPPLEMENTAL

COUNCIL AGENDA: 05-03-05

ITEM: 4.7

Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: Leslye Corsiglia
Sara L. Hensley

SUBJECT: SEE BELOW

DATE: April 25, 2005

Approved

Date

4.26.05

COUNCIL DISTRICT: Citywide

SUBJECT: APPROVAL OF THE 2005-2010 CONSOLIDATED PLAN AND ANNUAL ACTION PLAN FOR FY 2005-06 - SUPPLEMENTAL REPORT

REASON FOR SUPPLEMENTAL REPORT

In order to report comments received during the 30-day public comment period related to the Draft Consolidated Plan 2005-2010 and Annual Action Plan 2005-2006 and to put forward the staff funding recommendations for the Emergency Shelter Grant (ESG) Program.

RECOMMENDATION

It is recommended that:

1. The City Council adopt the 2005-2010 Consolidated Plan and 2005-2006 Annual Action Plan, including FY 2005-2006 proposed recommendations for the Community Development Block Grant (CDBG) Program, the HOME Investment Partnership Program (HOME), the Housing Opportunities for People with HIV/AIDS (HOPWA) Program, and the Emergency Shelter Grant (ESG) Program.
2. Authorize the Director of Parks, Recreation and Neighborhood Services to negotiate and execute all agreements and contracts, including any amendments or modifications, for the expenditure of CDBG funds on behalf of the City.
3. Approve the ESG Program funding recommendations.
4. Approve the CDBG Program funding recommendations.
5. Authorize the Director of Housing to negotiate and execute all agreements and contracts, including any amendments or modifications, for the expenditure of ESG, HOME and HOPWA funds on behalf of the City.
6. Authorize the Housing Department to submit the 2005-2010 Consolidated Plan and 2005-2006 Annual Action Plan to HUD.

BACKGROUND

The memorandum submitted to the City Council on April 14, 2005, indicated that a supplemental memorandum would need to be distributed to the Mayor and City Council prior to the May 3, 2005 Council meeting. At the time of completion of the memorandum, the City was only partially through the 30-day public comment period and the appropriate Committee and staff recommendations for the ESG funding were not yet available. This supplemental memorandum will report the public comments received to date, changes made to the document since the Draft Consolidated Plan was released on April 1, 2005 and the funding recommendations for the ESG programs.

ANALYSIS

Public Comments

Since the release of the 2005-2010 Draft Consolidated Plan on April 1, 2005, three hearings have been held to take comments from the public. No correspondence has been received since April 1, 2005. The primary source of public comments have come from the three public meetings held at the Housing Advisory Commission, City Council meeting of April 5, 2005, and the CDBG Steering Committee meeting on April 20, 2005. At the Housing Advisory Commission and City Council meeting, the Affordable Housing Network stipulated that on page 22 of the Draft Consolidated Plan, the City had set forward a goal to build, rehabilitate, or assist homebuyers of almost 1,400 units for extremely low-income households. This represents 24% of the overall production goal set by the City during this five-year period. The Affordable Housing Network praised the goal and said that many years of fighting for ELI housing had begun to take effect. No public comments were made at the April 20, 2005, CDBG Steering Committee meeting.

Corrections and Edits

The Draft Consolidated Plan was changed in two areas during the public comment period. The first occurs on Page 22, Table 2A of the Draft Consolidated Plan (see Attachment A). The "Goals" column was revised in order to reflect the most current budget projections and adds the estimated number of Inclusionary housing (both rental and for-sale) City staff anticipate over the next five years. Therefore, the overall number of assisted units will go from 4,235 to 5,764 households.

Emergency Shelter Grant (ESG) Funding Recommendation

The City was awarded \$444,240 in Emergency Shelter Grant Program funding. Attachment B shows the funding recommendations made by City staff and the Emergency Shelter Grant (ESG) Committee. On April 20th, the ESG Review Panel met to discuss and evaluate the 15 ESG applications that were received for consideration in the Fiscal 2005-2006 funding cycle, and approved staff recommendations. The seven-member ESG Review Panel, included the City Homeless Coordinator, Homeless Services Grant Manager, Housing Division Manager-Operations, City Attorney, the County Homeless Coordinator, City of San Jose Housing Trust Fund Committee Member, and a community member that is currently homeless.

April 25, 2005

Subject: Final approval of the 2005-2010 Consolidated Plan and Annual Action Plan 2005-2006

Page 3

PUBLIC OUTREACH

As previously noted, since the release of the Draft Consolidated Plan, three public hearings have been held in order to obtain feedback from the public on the Draft Consolidated Plan and Annual Action Plan. The San José City Council held a hearing on April 5, 2005, the Housing Advisory Commission met on April 14, 2005, and the Community Development Block Grant Steering Committee considered the document on April 20, 2005. Due to a lack of quorum at the Housing Advisory Commission, the Commissioners were unable to take a position on the document. The CDBG Steering Committee accepted the reports and noted that they would still reserve the right to make further comments directly to staff prior to May 3, 2005.

COORDINATION

Preparation of this report has been coordinated with the City Attorney's Office.


LESLIE CORSIGLIA
Director of Housing


for SARA L. HENSLEY
Director of Parks, Recreation, &
Neighborhood Services

Attachments (2)

ATTACHMENT A

Table 2A - Summary of Priority Housing Needs

Priority Housing Needs – Households	Income Levels - # of Households	PRIORITY NEED LEVEL – HIGH, MEDIUM, AND LOW	Unmet Need based on Cost Burden	Goals
Small Related Renters (0-80%) - 20,974	0-30%MFI (7,470)	H	6125	316
	31-50%MFI (7,365)	H	5523	700
	51-80%MFI (6,139)	M	2701	440
Large Related Renters (0-80%) – 12,968	0-30%MFI (4,600)	H	3956	200
	31-50%MFI (4,715)	H	2923	600
	51-80%MFI (3,653)	M	876	330
Elderly Renters (0-80%) – 8,182	0-30%MFI (5,659)	H	3723	200
	31-50%MFI (1,685)	H	1078	249
	51-80%MFI (838)	M	444	150
Other Renter Households (12,533)	0-30%MFI (4,955)	H	3518	59
	31-50%MFI (3,454)	H	2798	500
	51-80%MFI (4,124)	M	2557	90
Total Owner Households (0-80%) (19,123)	0-30% MFI (10,755)	H	7528	591
	31-50% MFI (4,715)	H	7118	620
	51-80%MFI (3,653)	M	8190	719
Total			59,058	5,764

**Fiscal Year 2005-2006 ESG Allocation
ESG Review Panel Recommendations
April 20, 2005**

Agency	Activity	Funding Request	Funding Proposed
Emergency Housing Consortium	Provide meals and transportation to homeless families and individuals, and shelter utilities, during Cold Weather months.	80000	64637
Sacred Heart Community Services	Direct rental and utility assistance, and partial staff costs.	70000	60871
Montgomery Street Inn	Emergency shelter operating expense, to include telephone, utilities, supplies, insurance, equipment rental and/or maintenance/repair	50000	37327
Georgia Travis Day Center	Emergency daytime shelter operating expense, to include shelter worker salaries, utilities, insurance and program supplies.	40000	36575
Commercial Street Inn	Emergency shelter operating expense, to include utilities, telephone and maintenance/repairs.	50000	24048
AACI	Partial costs to operate an emergency shelter for battered women with children.	25000	12846
Community Technology Alliance	Project SHARE (Community VoiceMail and Shelter Bed Hotline)	36300	34485
The Unity Care Group	Emergency shelter for homeless youth and partial staff costs.	50000	23839
Family Supportive Housing	Partial costs in operating an emergency shelter for families with children.	60000	47338
Next Door: Solutions to Domestic Violence	Provide food, emergency shelter and transportation to victims of domestic violence.	44000	24048
Bill Wilson Center	Emergency food and shelter for runaway and homeless youth.	25000	20900
Homeless Care Force	Feed and clothe the homeless through a mobile hot meals and warm clothing program.	52750	23750
Martha's Kitchen	Provide emergency meals to homeless and at risk of homelessness.	94005	10000
City Team Ministries	Partial operating costs and minor rehab repairs	65000	10249
City of San José	3.0% Admin Fee		13327
TOTAL		\$755,380	\$444,240