



Coleman A. Young Municipal Center
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March 12, 2024

Detroit City Council
1340 Coleman A. Young Municipal Center
Detroit, MI 48226

RE: Reprogramming Amendment to the Community Development Block Grant (CDBG) Annual Action Plans for Multiple Fiscal Years

Honorable City Council:

The Housing & Revitalization Department (HRD) hereby requests to amend the CDBG Annual Action Plans for the fiscal years in the attached report. The funds targeted for reprogramming consist of unused funds, balances from programs that no longer exist or are unlikely to be used in a timely manner.

If these funds are not expended, the City's federal grant allocations will be at risk of recapture by the U.S. Department of Housing and Urban Development (HUD). Funds will be allocated for activities that will allow for timely expenditures.

A summary of the proposed reprogramming is as follows:

Line Items to be reprogrammed (decrease) (FY's 2017-2021):

- **See attached** **Total \$ 1,857,849.26**

Line Items for Funding Addition (increase) (FY 2023-24):

- | | |
|---|------------------------|
| • Section 108 Defeasance – Garfield II, Note 3 Sugar Hill (principal) | \$ 15,466.11 |
| • Section 108 Defeasance – Garfield II, Note 3 Sugar Hill (interest) | \$ 85,862.75 |
| • Section 108 Defeasance – Garfield II, Note 2 East Forest Arts (principal) | \$ 518,000.00 |
| • Section 108 Defeasance – Garfield II, Note 2 East Forest Arts (interest) | \$ 34,906.90 |
| • Section 108 Defeasance – Woodward Gardens III (principal) | \$ 1,147,957.00 |
| • Section 108 Defeasance – Woodward Gardens III (interest) | <u>\$ 55,656.50</u> |
| Total | \$ 1,857,849.26 |

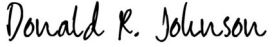
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We respectfully request the authorization of this change to amend the CDBG Annual Action Plans for the stated purpose by approval of the attached resolution. This proposed amendment was posted on the City's website and in the Detroit Free Press. Upon City Council's approval, it will be transmitted to HUD. Thank you for your time and consideration.

Respectfully submitted,

DocuSigned by:

E17650515DAF4C9...
Julie Schneider
Director

DocuSigned by:

34F9071313554A4...
Office of Budget

Attachment

cc: Gail Fulton, Mayor's Office
Val Miller, HRD

BY COUNCIL MEMBER _____

WHEREAS, the Detroit City Council hereby approves amending the Annual Action Plans to reflect the reprogramming of the Community Development Block Grant (CDBG) in accordance with the foregoing communication; and

WHEREAS, the Mayor of the City of Detroit, Michael E. Duggan, is hereby authorized to amend the Annual Action Plans, including all understandings and assurances contained therein to the U.S. Department of Housing and Urban Development (HUD) in accordance with the foregoing communication; and

WHEREAS, the Housing and Revitalization Department has performed an evaluation of outstanding CDBG funding line items and determined that a strategic reallocation of funding is in order to prevent recapture of funds and meet timeliness by May 2, 2024; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease the following attached report for CDBG Appropriations; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Defeasance – Garfield II, Note 3 Sugar Hill (principal) by \$15,466.11; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Defeasance – Garfield II, Note 3 Sugar Hill (interest) by \$85,862.75; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Defeasance – Garfield II, Note 2 East Forest Arts (principal) by \$518,000.00; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Defeasance – Garfield II, Note 2 East Forest Arts (interest) by \$34,906.90; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Defeasance – Woodward Gardens III (principal) by \$1,147,957.00; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Defeasance – Woodward Gardens III (interest) by \$55,656.50; and

BE IT FINALLY RESOLVED, that the Finance Director be and is hereby authorized to accept and process all documents reflecting these changes.

**City of Detroit Section 108 Defeasance
of Permanent Notes for
Sugar Hill, Woodward Gardens III, and East Forest Arts**

Note Number	Project Name	Loan		Reprogrammed CDBG	Payment Type
B-05-MC-26-0006	Garfield II - Note 3 - Sugar Hill	Permanent	Principal	\$15,466.11	Full Defeasance
B-05-MC-26-0006	Garfield II - Note 3 - Sugar Hill	Permanent	Interest	\$85,862.75	Full Defeasance
B-03-MC-26-0006	Garfield II - Note 2 - East Forest Arts	Permanent	Principal	\$518,000.00	Partial Defeasance
B-03-MC-26-0006	Garfield II - Note 2 - East Forest Arts	Permanent	Interest	\$34,906.90	Partial Defeasance
B-05-MC-26-0006	Woodward Gardens III	Permanent	Principal	\$1,147,957.00	Full Defeasance
B-05-MC-26-0006	Woodward Gardens III	Permanent	Interest	\$55,656.50	Full Defeasance
Totals				\$1,857,849.26	

APPROP #	COST CENTER	ACTIVITY NAME	REPROGRAM AMOUNT	FUNDING YEAR	ACTIVITY DESCRIPTION
20695	361111	HRD Infrastructure (Roosevelt Park) (2020 Reprogrammed Funds)	572.63	2017	PUBLIC FACILITY REHAB
		TOTAL DECREASE FROM APPROPRIATIONS	572.63	2017	
11882	366880	DRMM Genesis House III Fairview (Wm Ctr)	5.29	2018	HOMELESS PUBLIC SERVICE
13556	367232	Urban Neighborhood Initiative	0.17	2018	PUBLIC SERVICE
13397	367227	Teen Hype	7,790.06	2018	PUBLIC SERVICE
5428	360522	People's Community Services	30,307.70	2018	PUBLIC SERVICE
5544	360558	Southwest Detroit Business Association	44618.67	2018	PUBLIC SERVICE
20630	361111	My Community Dental	50135	2018	PUBLIC SERVICE
20542	361111	Single Family Ownership Plan	98,520.65	2018	PLANNING
		TOTAL DECREASE FROM APPROPRIATIONS	231,377.54	2018	
5662	360574	LASED	0.92	2019	PUBLIC SERVICE
10113	362580	Detroit Police Athletic League	8.34	2019	PUBLIC SERVICE
11893	366905	Matrix Human Services	205.88	2019	PUBLIC SERVICE
20630	361111	My Community Dental Center (MCDC)	681.50	2019	PUBLIC SERVICE
20488	361111	Luella Hannan Memorial	699.63	2019	PUBLIC SERVICE
13397	367227	Teen Hype	756.77	2019	PUBLIC SERVICE
11554	361741	Mercy Education Project	862.92	2019	PUBLIC SERVICE
5544	360558	Southwest Detroit Business Association	1,131.30	2019	PUBLIC SERVICE
4898	360427	Ser Metro	1,566.80	2019	PUBLIC SERVICE
13398	367228	The Yunion	1,866.67	2019	PUBLIC SERVICE
4139	360238	Detroit Area Pre-College Engineering Program (DAPCEP)	4,612.60	2019	PUBLIC SERVICE
6403	360705	Delray United Action Council	4,894.35	2019	PUBLIC SERVICE
13556	367232	Urban Neighborhood Initiative	5,042.15	2019	PUBLIC SERVICE
20648	361111	Cody Rouge Community Action Alliance	8,257.44	2019	PUBLIC SERVICE
20812	361111	Wayne Metro (Reprogrammed funds for Covid -19)	19,833.18	2019	PUBLIC SERVICE
10105	362540	Alkebu-lan Village	22,280.66	2019	PUBLIC SERVICE
10621	363060	L&L Adult Day Care	43,123.00	2019	PUBLIC SERVICE
11499	365559	Coleman A. Young Foundation	46,215.34	2019	PUBLIC SERVICE
12998	367202	Greater Detroit Agency for the Blind and Visually Impaired (GDABVI)	63,687.61	2019	PUBLIC SERVICE
13170	365707	Staffing - Office of Programmatic NOF & CDBG Initiatives-Direct	141,604.26	2019	ADMINISTRATION
20238	365705	Staffing - Multi-Family Staffing (Direct)	234,552.73	2019	REHAB ADMINISTRATION
		TOTAL DECREASE FROM APPROPRIATIONS	601,884.05	2019	
20238	365706	Staffing - Office of Hsg Underwriting-Supportive Hsg - Direct	88,833.90	2020	ADMINISTRATION
20238	365705	Staffing - Multi-Family Staffing -Direct	262,523.21	2020	REHAB ADMINISTRATION
12998	367202	Greater Detroit Agency for the Blind and Visually Impaired (GDABVI)	72,121.00	2020	PUBLIC SERVICE
20648	361111	Cody Rouge Community Action Alliance	1,385.79	2020	PUBLIC SERVICE
20630	361111	My Community Dental Center (MCDC)	25,963.00	2020	PUBLIC SERVICE
10663	363079	Neighborhood Legal Services (Wayne County)	4.98	2020	PUBLIC SERVICE
4178	360263	World Medical Relief	12,511.40	2020	PUBLIC SERVICE
20829	361111	Pearl Transit (SO)	110,000.00	2020	HOMELESS PUBLIC SERVICE
20827	361111	Pope Francis (SO)	110,000.00	2020	HOMELESS PUBLIC SERVICE
12420	367156	Joy-Southfield CDC	600.00	2020	PUBLIC SERVICE
20792	361111	Project Healthy Community	1,728.57	2020	PUBLIC SERVICE
13556	367232	Urban Neighborhood Initiative	2,981.61	2020	PUBLIC SERVICE
		TOTAL DECREASE FROM APPROPRIATIONS	688,653.46	2020	
11499	365559	Coleman A. Young Foundation	58,492.04	2021	PUBLIC SERVICE
20234	365701	Staffing - Administration (Direct)	148,898.73	2021	ADMINISTRATION
20234	365701	Staffing - Administration (Indirect)	127,970.81	2021	ADMINISTRATION
		TOTAL DECREASE FROM APPROPRIATIONS	335,361.58	2021	
		TOTAL DECREASE FROM APPROPRIATIONS	1,857,849.26	TOTAL YEARS	