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March 17, 2022

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):

• Detroit Employment Solutions Corporation (DESC) Public Service (FY 2019-20)	\$ 1,371,714.00
• Motor City Match Economic Development (FY 2020-21)	\$ 1,500,000.00
• Demolition (FY 2021-22)	\$ 1,026,044.00
• Pre-development Affordable Housing Brush and Watson Development (Reprogrammed 2020-21 funds)	\$ 500,000.00
• Reforestation in Parks Stormwater Mitigation– Parks, Recreation Facilities (Reprogrammed 2021-22 funds)	\$ 377,923.49
• Acquisition (Land) of Owen Community Empowerment Hub (Reprogrammed 2021-22 funds)	\$ 301,123.00
Total	\$ 5,076,804.49

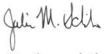
Line Item for Funding Addition (increase) (FY 2021-22):

• Affordable Housing Sugar Hill Project, Public Facilities Improvements	\$ 500,000.00
• Acquisition of Marwood Apartments	\$ 1,115,000.00
• General Service Dept – Heckel Park, Park Improvements	\$ 476,804.49
• Section 108 Loan Defeasance	\$ 2,985,000.00
Total	\$ 5,076,804.49

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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:

Julie Schneider
Director

DocuSigned by:

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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 meet timeliness by May 2, 2022; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 20541 Pre-Development Affordable Housing (Sugar Hill) – Public Facilities Improvements by \$500,000.00; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 20541 Pre-Development Affordable Housing (Marwood Apartments) - Acquisition by \$1,115,000.00; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13635 GSD Public Park Improvements (Heckel Park) – Park Improvements by \$476,804.49; and

RESOLVED, that the Budget Director be and is hereby authorized to increase Appropriation # 13529 Section 108 Loan Defeasance – Section 108 Loans by \$2,985,000.00; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease Appropriation # 20635 Detroit Employment Solutions Corporation – Public Service by \$1,371,714.00; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease Appropriation # 13837 Motor City Match - Economic Development by \$1,500,000.00; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease Appropriation # 13635 Demolition by \$1,026,044.00; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease Appropriation # 20541 Pre-Development Affordable Housing (Brush and Watson) – Development by \$500,000.00; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease Appropriation # 13635 HRD CDBG Depart. Allocations (Reforestation in Parks Stormwater Mitigation) – Parks, Recreational Facilities by \$377,923.49; and

RESOLVED, that the Budget Director be and is hereby authorized to decrease Appropriation # 21083 Acquisition (land) of Owen Community Empowerment Hub by \$301,123.00; and

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