

**RESOLUTION NO. 20080724-042**

**WHEREAS**, the city is eligible for \$12,830,699 in federal grant funds, including Community Development Block Grant (CDBG), Home Investment Partnerships Program (HOME), Housing Opportunities for Persons with AIDS, Emergency Shelter Grants, and American Dream Down Payment Initiative program funds from the United States Department of Housing and Urban Development (HUD) for Fiscal Year 2008-2009 (collectively, the "Federal HUD Grant"); and

**WHEREAS**, the City has \$1,034,760 in additional federal funding, including HUD Section 108 Loan Proceeds, CDBG Program Income, CDBG Revolving Loan Funds, and HOME Program Income (collectively, "Additional Federal Funding"), and \$14,517,113 in local, S.M.A.R.T Housing™ Capital Improvement Funds, University Neighborhood District Overlay, General Obligation Bonds, and City General Funds (collectively, "Local Funding"); and

**WHEREAS**, the City has proposed a state Community Development Program under Texas Local Government Code Chapter 373 (State Plan) and a federal Action Plan under Part 91, Title 24 of the Code of Federal Regulations

(Federal Plan) for FY 2008-2009 that uses the Federal HUD Grant, the Additional Federal Funding, and the Local Funding; and

**WHEREAS**, the city council has, in accordance with Texas Local Government Code Section 373 006(1), (2) and (3);

1 identified in its Consolidated Plan for 2005-2009, adopted by Motion No. 20040624-13 on June 24, 2004, areas of the municipality in which predominantly low and moderate income persons reside, or that is a blighted or slum area; and

2 established in its Consolidated Plan for 2005-2009, adopted by Motion No. 20040624-13 on June 24, 2004, community development program areas in which community development activities, building rehabilitation, or the acquisition of privately owned buildings or land are proposed; and

3 adopted by Resolution No. 960328-31 on March 28, 1996, amended by Resolution No. 000113-29 on January 13, 2000 and Resolution No.

040129-8 on January 29, 2004, a Citizens Participation Plan under which citizens may publicly comment on proposed state community development programs and federal action plans, and

**WHEREAS**, the city council, on March 20, 2008 and June 5, 2008, conducted public hearings in accordance with Texas Local Government Code Section 373.006(4) and Part 91, Title 24 of the Code of Federal Regulations to obtain public comment on the proposed State Plan and Federal Plan; and

**WHEREAS**, the Community Development Commission, on March 31, 2008 and June 26, 2008, conducted public hearings to obtain public comment on the proposed State Plan and Federal Plan; and

**WHEREAS**, the City made the proposed State Plan and Federal Plan available for 30-day written comments beginning on June 2, 2008, and

**WHEREAS**, the Community Development Commission on July 8, 2008, made its final recommendation on the proposed State Plan and Federal Plan;  
**NOW, THEREFORE,**

**BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:**

That Council approves the City's proposed State Plan in accordance with Texas Local Government Code Section 373.006(5) and approves the proposed Federal Plan, as incorporated into the 2008-2009 Action Plan attached hereto as Exhibit A, as amended by the Change Log (attached as Exhibit B) and the Funding Tables (attached as Exhibit C);

That Council authorizes the City Manager to submit an application, a final statement of community development objectives and projected use of funds, and any required certifications, to negotiate with HUD for the Federal HUD Grant, and

The City Manager is authorized to prepare, execute, attest and deliver all documents necessary to carry out the purposes of this Resolution

ADOPTED: July 24, 2008

ATTEST: \_\_\_\_\_

Shirley A Gentry  
City Clerk

# CITY OF AUSTIN

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**DRAFT**



"The City of Austin's Neighborhood Commercial Management Program helped me grow my business and better serve the Austin community " Angie Quintero, owner of Angie's Restaurant

## **Action Plan**

### **Fiscal Year 2008-09**

*Year 5 of Consolidated Plan 2004-09*

City of Austin, Texas  
Neighborhood Housing and Community Development Office  
1000 East 11<sup>th</sup> Street, Suite 300  
Austin, Texas 78702  
(512) 974-3100



## Exhibit B

### Change Log to Draft Action Plan FY 2008-09

July 11, 2008

General editing (GE)			3	
Programmatic/Activity Changes (PC)				
Funding Changes (FC)			1	
Addition or Move (AM)			10	
Total Changes			14	
Section	Type of Change	Change		
1 Page 5-26	GE	The end date of repayments for the Section 108 loan for the Millennium Center was corrected It was changed from 2018 to 2016		
2 Page 6-11	GE	Clarified that the Voluntary Compliance program is proposed to continue to receive funding in fiscal year 2008-09		
3 Page 4-17	AM	Clarified the outreach activities and housing counseling requirements of the Down Payment Assistance Program		
4 Page 4-8	AM	Clarified that the City administers the TBRA program based on the housing market analysis for the Consolidated Plan that identified a lack of affordable rental housing in the City of Austin		
5 Page 3-13	AM	Clarified, according to HUD regulations, that some of the neighborhoods the City serves includes areas of minority concentration		
6 Page 4-20	AM	Confirmed that Anderson Hill Homeowner will recapture HOME funds spend on ownership properties		
7 Appendix VI	AM	Replaced RMMA Affordable Housing Update through November 31, 2007 with report through May 30, 2008		
8 Appendix I	AM	Confirmed that performance measurement tracking monitors the City's performance in meeting its goals and objectives set forth in the Consolidated Plan		
9 Page 1-10, Section 6	AM	Added public participation from Draft Comment Period		
10 Page 3-3	AM	Updated completion date of housing market analysis to December 2008		
11 Page 4-33 and Page 4-38	AM	Added information regarding visibility ordinance passed by Austin City Council in June 2008		
12 Appendix VI	AM	Added tiered environmental		
13 Sections I, II, IV, and V	FC	Budget Changes and Related Activity Tables		
14 Page 4-17	GE	Shared equity affordability period should have been 30 years, not 10 years for the Down Payment Assistance Program		

**Exhibit C**

**Fiscal Year 2008-09 Annual Action Plan**

Revised Section 2 Funding

ALL FUNDING SOURCES

		FY 07-08 Estimated CarryForward	Funding FY08 09	<i>Projected Program Level FY08-09 (Estimated plus Funding FY08-09)</i>	Households Served
<b><u>HOUSING DEVELOPMENT</u></b>					
<b><u>Homeless/Emergency Shelter</u></b>					
Shelter Operation and Maintenance	ESG	-	217,087	217,087	7,000
Homeless Essential Services					
Communicable Disease Unit	ESG	-	52,233	52,233	35
Family Eldercare Billpayer Program	ESG	-	43,000	43,000	43
<b>Subtotal, Homeless/Emergency Shelter</b>		<b>-</b>	<b>312,320</b>	<b>312,320</b>	<b>7,078</b>
<b><u>Assisted Housing</u></b>					
Tenant-based rental assistance	HOME	113,000	567,000	680,000	
	PI (HOME)	-	-	-	
	HTF	70,000		70,000	
<b>Subtotal, TBRA</b>		<b>183,000</b>	<b>567,000</b>	<b>750,000</b>	<b>115</b>
Housing for Persons with HIV/AIDS					
Rent, Mortgage, and Utility Assistance	HOPWA	157,145	600,724	757,869	370
Residential Support Services	HOPWA	43,824	275,859	319,683	47
Permanent Housing Placement	HOPWA	-	80,807	80,807	80
<b>Subtotal, HIV/AIDS Housing</b>		<b>200,969</b>	<b>957,390</b>	<b>1,158,359</b>	<b>497</b>
<b>Subtotal, Assisted Housing</b>		<b>383,969</b>	<b>1,524,390</b>	<b>1,908,359</b>	<b>612</b>
<b><u>Rental Housing</u></b>					
<b><u>Rental Development Services</u></b>					
Rental Hsg Development Assistance	HOME	1,160,000	700,000	1,860,000	
	PI (HOME)	-	-	-	
	CDBG	-	275,000	275,000	
	PI (CDBG)	-	-	-	
	HOME (CHDO-CR)	-	479,415	479,415	
	UNO	619,098	250,000	869,098	
	GF-CIP	950,000		950,000	
	GO Bonds	-	6,300,000	6,300,000	
	GF	-	166,896	166,896	
	HTF	53,400		53,400	
<b>Subtotal, Rental Housing Dev Assist</b>		<b>2,782,498</b>	<b>8,171,311</b>	<b>10,953,809</b>	<b>175</b>
Architectural Barrier Program	CDBG	-	230,000	230,000	90
	GF	-	74,645	74,645	
Voluntary Compliance Agreement	GF-CIP	-	44,000	44,000	1,500
Anderson Hill Redevelopment	HOME	819,565	-	819,565	-
<b>Subtotal, Rental Housing</b>		<b>3,602,063</b>	<b>8,519,956</b>	<b>12,122,019</b>	<b>1,765</b>
<b><u>Homebuyer Services</u></b>					
<b><u>Homebuyer Lending Assistance</u></b>					
Down Payment Assistance	HOME	628,000	613,803	1,241,803	
	PI (HOME)	-	277,235	277,235	
	HTF	50,000		50,000	
	ADDI	-	41,137	41,137	
<b>Subtotal Homebuyer Lending Assistance</b>		<b>678,000</b>	<b>932,175</b>	<b>1,610,175</b>	<b>50</b>
<b><u>Homeownership Development</u></b>					
Acquisition & Development	CDBG	-	165,508	165,508	
	HOME	309,903	248,263	558,166	
	CDBG-Rev Loan	445,632	-	445,632	
	GF-CIP	-	152,624	152,624	
	GO Bonds	2,649,819	4,200,000	6,849,819	
	GF	-	111,264	111,264	
	HAF	85,590	-	85,590	
	HOME Match	121,904	-	121,904	
	HOME (CHDO)	532,553	-	532,553	
	PI (HOME)	-	-	-	
<b>Subtotal, Acq &amp; Development (owner)</b>		<b>4,145,401</b>	<b>4,877,659</b>	<b>9,023,060</b>	<b>50</b>
CHDO Operations Loans	HOME (CHDO CO	125,000	125,000	250,000	5
Juniper/Olive Street Housing Project	PI (CDBG)	-	-	-	7
Anderson Hill Homeownership	PI (HOME)	679,571	-	679,571	-
	PI (CDBG)	378,120	-	378,120	-
<b>Subtotal, Anderson Hill Homeownership</b>		<b>1,057,691</b>	<b>-</b>	<b>1,057,691</b>	<b>-</b>
<b>Subtotal, Homeownership Development</b>		<b>5,328,092</b>	<b>5,002,659</b>	<b>10,330,751</b>	<b>62</b>
<b>Subtotal, Homebuyer Services</b>		<b>6,006,092</b>	<b>5,934,834</b>	<b>11,940,926</b>	<b>112</b>

**Exhibit C**
**Fiscal Year 2008-09 Annual Action Plan**

Revised Section 2 Funding

ALL FUNDING SOURCES

		FY 07-08 Estimated CarryForward	Funding FY08-09	<i>Projected Program Level FY08-09 (Estimated plus Funding FY08-09)</i>	Households Served
<u>Owner-Occupied Housing</u>	<u>Funding Source</u>				
<u>Housing Rehabilitation Services</u>					
Architectural Barrier Program	CDBG		937,200	937,200	360
	GF	303,777	427,336	731,113	
Emergency Repair Program	CDBG	105,000	700,000	805,000	475
	GF	195,000		195,000	
Materials Grants Program	HTF	60,500	-	60,500	20
Lead Hazard Control	LEAD	2,374,536	-	2,374,536	138
Homeowner Rehabilitation Loan Program	CDBG-Rev Loan	660,989	259,381	920,370	
	PI (HOME)	-	-	-	
	GF	20,500	25,000	45,500	
	HOME	671,033	956,217	1,627,250	
Subtotal, Homeowner Moderate Rehab		1,352,522	1,240,598	2,593,120	25
Subtotal, Owner-Occupied Housing		4,391,335	3,305,134	7,696,469	1,018
<b>HOUSING POLICY</b>					
S M A R T Housing Review Team	GF-CIP	10,000	556,000	566,000	1,200
S M A R T Housing Austin Energy Payment	GF-CIP	-	-	-	
S M A R T Housing	GF	-	125,216	125,216	
S M A R T Housing Initiative	EDI	68,000	-	68,000	
Subtotal, Housing Policy		78,000	681,216	759,216	1,200
<b>HOUSING BOND PROGRAMS</b>					
Single Family Bond Programs			-	-	15
Multi Family Bond Programs			-	-	
Subtotal, Housing Bond Programs			-	-	15
<b>HOLLY GOOD NEIGHBOR</b>					
Holly Good Neighbor	A/E	540,435	-	540,435	30
Subtotal, Austin Energy Program		540,435	-	540,435	30
<b>SUBTOTAL, Housing</b>		15,001,894	20,277,850	35,279,744	11,830
<b>COMMUNITY DEVELOPMENT</b>					
<u>Small Business Development</u>					
Community Development Bank	CDBG	-	150,000	150,000	6
	GF	-	19,823	19,823	
Façade Improvement Program	EDI	198,125	-	198,125	6
Community Preservation & Revitalization	GF	95,000	150,000	245,000	7
Neighborhood Commercial Mgmt	CDBG	508,434	339,284	847,718	30
	CDBG-Rev Loan	143,179	101,455	244,634	
	Section 108	3,414,831		3,414,831	
Microenterprise Technical Assistance	CDBG	147,775	44,405	192,180	33
	GF	-	28,049	28,049	
Subtotal, Small Business Development		4,507,344	833,016	5,340,360	82
<u>Commercial Revitalization</u>					
East 11/12th Streets Revitalization	GF	150,323	-	150,323	
Administration	CDBG	-	105,700	105,700	
Part 1 Job Creation	CDBG	31,065	87,287	118,352	6
	PI (CDBG)	-	90,216	90,216	
	Section 108	318,085	-	318,085	
Part 2 Micro-Enterprises	CDBG	-	54,216	54,216	9
Part 3 Financial Assistance to For-Profits	CDBG	-	92,287	92,287	1,556
	Section 108	250,000	-	250,000	
Part 4 Acquisition	CDBG	734,052	-	734,052	1,556
Part 5 Historical Preservation	CDBG	305,000	87,287	392,287	3
	Section 108	120,093	-	120,093	
Part 6 Parking Facilities	CDBG	-	53,954	53,954	1,556
	PI (CDBG)	-	-	-	
Subtotal, Commercial Revitalization		1,908,618	570,947	2,479,565	4,686



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Revised Section 2 Funding

ALL FUNDING SOURCES

	Funding Source	FY 07-08 Estimated CarryForward	Funding FY08 09	Projected Program Level FY08-09 (Estimated plus Funding FY08-09)	Households Served
<u>Neighborhood Revitalization (Public Services)</u>					
Child Care Services	CDBG	683	650,000	650,683	324
	PI (CDBG)		-	-	
	GF		65,315	65,315	
Tenants' Rights Assistance	CDBG	-	229,137	229,137	475
	GF		70,025	70,025	74
Housing Information and referral	GF	-	85,341	85,341	30,000
Homebuyer Counseling	HTF	180,000		180,000	230
	GF	-	-	-	
Neighborhood Support Service	GF	-	155,000	155,000	4,000
Senior Services	CDBG	-	21,781	21,781	97
	GF		137,580	137,580	111
Youth Support Services	CDBG	-	203,700	203,700	159
	GF		34,560	34,560	
<i>Subtotal, Neighborhood Revitalization (Public Services)</i>		<u>180,683</u>	<u>1,652,439</u>	<u>1,833,122</u>	<u>35,470</u>
<u>Debt Services</u>					
Homeless Shelter Debt Service	Section 108	1,088,941	-	1,088,941	
Neighborhood Commercial Mgmt	CDBG		74,659	74,659	
	PI - Section 108	120,253	172,729	292,982	
East 11/12th Streets Revital , Debt Service	CDBG	-	751,227	751,227	
	PI - Section 108	-	133,744	133,744	
Millennium Youth Center, Debt Service	CDBG	-	757,024	757,024	
<i>Subtotal, Debt Services</i>		<u>1,209,194</u>	<u>1,889,383</u>	<u>3,098,577</u>	<u>-</u>
<b>SUBTOTAL, Community Development</b>		<u><b>7,805,839</b></u>	<u><b>4,945,785</b></u>	<u><b>12,751,624</b></u>	<u><b>40,238</b></u>
<u>ADMINISTRATION</u>					
	CDBG	-	1,365,027	1,365,027	
	HOME		409,943	409,943	
	ESG	-	15,918	15,918	
	HOPWA	-	29,610	29,610	
	GF	268,031	1,338,439	1,606,470	
<b>SUBTOTAL, Administration</b>		<u><b>268,031</b></u>	<u><b>3,158,937</b></u>	<u><b>3,426,968</b></u>	<u><b>-</b></u>
<b>Total, All Programs</b>		<u><b>23,075,764</b></u>	<u><b>28,382,572</b></u>	<u><b>51,458,336</b></u>	<u><b>52,068</b></u>