

**TOWN OF  
APPLE VALLEY, CALIFORNIA  
AGENDA MATTER**

**Subject Item:**

**FINAL PUBLIC HEARING - CONSOLIDATED PLAN THIRD-YEAR ACTION PLAN FOR THE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG), THE HOME INVESTMENT PARTNERSHIPS (HOME) PROGRAMS AND THE AMERICAN DREAM DOWN PAYMENT INITIATIVE (ADDI) PROGRAM FY 2009-2010.**

**Summary Statement:**

The purpose of this public hearing is to receive final comments on the proposed 2009/2010 Community Development Block Grant program and the Home Investment Partnerships Program.

The Third-Year Action Plan is now in the process of development for Fiscal Year 2009-2010. The purpose of the public hearing is to solicit public comment from interested citizens, public agencies, and other interested parties, regarding the proposed use of federal funds in the preparation of the Town's Consolidated Plan – Third-Year Action Plan. Once the Town Council takes action, the Plan will then be submitted to the U.S. Department of Housing and Urban Development (HUD) for final approval.

The Town of Apple Valley participates in a consortium with the City of Victorville in order to meet the threshold of obtaining Home Investment Partnerships Program (HOME) entitlement status with the U.S. Department of Housing and Urban Development (HUD). The successful formation of the consortium has resulted in an annual allocation of HOME funds to both communities. The consortium identifies the Town of Apple Valley as the lead agency and the City of Victorville as a participating jurisdiction.

**CONSOLIDATED PLAN SUMMARY** - The Amended Consolidated Plan is a comprehensive five-year strategy (2007-2012) that addresses the use of Federal grant/entitlement funds for the purpose of meeting the goals of providing decent housing, a suitable living environment, and expanded economic opportunities, principally for low- and moderate-income persons.

**Recommended Action:**

1. Open public hearing.
2. Close public hearing.
3. That the Town Council approve the Community Development Citizen Advisory Committee recommendations for funding proposed projects under the 2009/2010 CDBG and HOME programs as part of the Town's Third-Year Action Plan, which is an integral component of the Consolidated Plan, approve the draft Action Plan and authorize the Town Manager to execute all necessary HUD documents on behalf of the Town for submission to HUD.

**Proposed by:** Housing Section **Item Number** \_\_\_\_\_

**T. M. Approval:** \_\_\_\_\_ Budgeted Item  Yes  No  N/A

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The Consolidated Plan combines the application and reporting requirements for four Federal formula grant programs. It replaces the Comprehensive Housing Affordability Strategy (CHAS) and consolidates the applications for the Community Development Block Grant (CDBG), Home Investment Partnerships Act (HOME), Emergency Shelter Grant (ESG), and Housing Opportunities for Persons with AIDS (HOPWA).

The Consolidated Plan is composed of three parts: 1). The first section of the Consolidated Plan evaluates the Housing and Community Development needs of the Consortium. This includes an assessment of housing needs for extremely low, very low, and low- and moderate-income families, including the needs of homeless individuals and families. 2). Based on this information, a five-year strategic plan was developed which includes priorities for assisting categories of residents by income level, objective statements, proposed programs, as well as accomplishments that are expected to be achieved in the next five years; 3). An annual Action Plan provides a one-year investment plan, which outlines the intended use of resources, descriptions of activities to be undertaken, and the specific objectives and priority needs to be addressed.

**FEDERAL GRANT PROGRAM DESCRIPTIONS**

**COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)**

The Federal Housing and Community Development Act of 1974, as amended, provides Federal Community Development Block Grant funds for projects that promote the development of viable, urban communities by providing decent housing and suitable living environments and expanding economic activities, principally for persons of low- and moderate-income.

**CDBG ANNUAL PROJECT FUNDING**

**Proposed Funding:** The Town received an allocation of \$640,200 in CDBG grant funds for the period beginning July 1, 2009 and ending June 30, 2010. In addition, a carry-over balance from fiscal year 2007-2008 and 2008-2009 of \$13,805.89 brings the total to \$654,005.89.

**Proposed Projects:** The Town received a total of 15 CDBG applications this year. The Community Development Citizen Advisory Committee has met to review the proposal applications and make recommendations for funding. A summary of the Committee's recommendations for the 2009-2010 CDBG program is provided below. Proposed projects administered directly by the Town will include, the James Woody Community Center Kitchen Rehabilitation Project, Corwin Park Shade Structure Replacement, Village Neighborhood Road Improvement Project, Residential Rehabilitation Loan Program and CDBG Program Administration.

Public services projects comprise 15% (\$96,030) of the proposed Third-Year Allocation, the maximum amount allowable pursuant to CDBG regulations. A total of 13 public service projects are recommended for funding.

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**Proposed Projects/Proposed CDBG projects for 2008-2009 are outlined below:**

|   |                     |
|---|---------------------|
| • San Bernardino County Library – Literacy Day                      | 3,944.46            |
| • Victor Valley Domestic Violence, Inc.– A Better Way               | 11,833.38           |
| • High Desert Homeless Services – Homeless Shelter Program          | 7,888.92            |
| • Assistance League of Victor Valley – Operation School Bell        | 7,888.92            |
| • Inland Fair Housing & Mediation Board – Fair Housing              | 13,680.97           |
| • Inland Fair Housing & Mediation Board – Landlord Tenant Mediation | 8,180.02            |
| • San Bernardino County – Sexual Assault Services                   | 4,733.35            |
| • St. John of God Health Care Services – Samaritan’s Helping Hand   | 3,944.46            |
| • Moses House Ministries  | 3,944.46            |
| • One 2 One Mentors, Inc. – STAR                                    | 3,944.46            |
| • Apple Valley Police Activities League                             | 7,888.92            |
| • Apple Valley Christian Centers                                    | 5,424.78            |
| • Catholic Charities  | 12,732.90           |
| • James Woody Community Center Kitchen Rehabilitation               | 21,000.00           |
| • Corwin Park Shade Structure Replacement                           | 30,000.00           |
| • Mendel Park Shade Structure Replacement                           | 30,000.00           |
| • Thunderbird Park Shade Structure Replacement                      | 30,000.00           |
| • Village Neighborhood Road Improvement Project                     | 143,824.00          |
| • Town of Apple Valley Residential Rehabilitation Loan Program      | 161,306.00          |
| • Town of Apple Valley – Program Administration                     | 128,040.00          |
| <b>Total</b>  | <b>\$640,200.00</b> |

**Benefit:** At least 70 percent of the total funds received each year must be involved in activities that benefit low- and moderate-income persons. The Town expects to spend 100 percent of its funds to benefit low- and moderate-income individuals during the 2009-2010 program year.

**Past Use of Funds:** Information on the current Second-Year Consolidated Plan and the Town's past use of funds for the CDBG program may be reviewed at the Town of Apple Valley Economic and Community Development Department web page at the Town’s Website [www.applevalley.org](http://www.applevalley.org).

**Displacement:** No local public action is currently contemplated which would result in the displacement of low- and moderate-income households. If displacement occurs, the Town and/or the Consortium will implement and fully comply with State and Federal relocation and acquisition statutes.

**HOME INVESTMENT PARTNERSHIPS PROGRAM (HOME)**

The HOME program is authorized under Title II of the Cranston-Gonzales National Affordable Housing Act of 1990, as amended. HOME funds may be used to develop and support affordable rental housing and homeownership affordability through acquisition (including assistance to home buyers), new construction, reconstruction or rehabilitation of non-luxury housing with suitable amenities, including real property acquisition, site improvements, conversion, demolition, and other expenses, including financing costs, relocation expenses of

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any displaced persons, families, businesses, or organizations; to provide tenant-based rental assistance, including security deposits; to provide payment of reasonable administrative and planning costs; and, to provide for the payment of operating expenses of Community Housing Development Organizations (CHDOs).

**HOME CONSORTIUM FUNDING**

The HOME Consortium, consisting of the jurisdictions of Apple Valley and Victorville, received a total HOME allocation of \$695,537 for the period beginning July 1, 2009 and ending June 30, 2010. Of that amount, Apple Valley estimates receiving \$309,455 and Victorville estimates receiving \$386,082

**Apple Valley Proposed Funding:** The Town expects to allocate \$309,455 in HOME grant funds for FY 2009-2010 for the period beginning July 1, 2009 and ending June 30, 2010.

**Proposed Apple Valley Projects:** Proposed HOME projects for 2009-2010 are outlined below:

|  |                  |
|--|------------------|
| • Housing Partners I (CHDO)                      | 104,331          |
| • Residential Rehabilitation Loan Program (RRLP) | 155,890          |
| • Program Administration                         | 49,234           |
| <b>Total</b>                                     | <b>\$309,455</b> |

**Proposed Victorville Projects:** Proposed HOME projects for 2009-2010 are outlined below:

|   |                  |
|---|------------------|
| • Senior Home Repair Program                  | 230,762          |
| • Mortgage Assistance Program (MAP)           | 40,000           |
| • Owner Occupied Rehabilitation               | 20,000           |
| • Acquisition Rehabilitation & Resale Program | 75,000           |
| • Program Administration                      | 20,320           |
| <b>Total</b>                                  | <b>\$386,082</b> |

A copy of the draft Consolidated Plan – Third-Year Action Plan for 2009-2010 is available for review at the Town’s website: [www.applevalley.org](http://www.applevalley.org).

Based upon the foregoing, staff recommends, subsequent to the closure of the public hearing, approval and adoption of the recommendations submitted by the Community Development Citizen’s Advisory Committee as outlined above; as well as approval and adoption of the 2009-2010 Consolidated Plan - Third Year Action Plan for Apple Valley and Victorville.

**FISCAL YEAR 2009-2010  
COMMUNITY DEVELOPMENT BLOCK GRANT PROPOSALS**

| ID #  | Organization  | Project Title                               | Funding           |                    | Reduction<br>.211108 | Net<br>Allocation | Proposed<br>Accomp. | Accomp. |
|-------|---|---|-------------------|--------------------|----------------------|-------------------|---------------------|---------|
|       |   |   | Request           | Allocated          |                      |                   |                     |         |
| 00-1  | San Bernardino County Library                               | San Bernardino County Library Literacy Day  | 5,000.00          | 5,000.00           | 1,055.54             | 3,944.46          | 35                  |         |
| 00-2  | Victor Valley Domestic Violence, "A Better Way"             | Victor Valley Domestic Violence             | 15,000.00         | 15,000.00          | 3,166.62             | 11,833.38         | 50                  |         |
| 00-3  | San Bernardino County Sexual Assault Services               | Sexual Assault Program                      | 6,000.00          | 6,000.00           | 1,266.65             | 4,733.35          | 600                 |         |
| 00-4  | High Desert Homeless Services, Inc.                         | High Desert Homeless Services               | 20,000.00         | 10,000.00          | 2,111.08             | 7,888.92          | 70                  |         |
| 00-5  | Holy Apostolic Church of God Pentecostal Inc.               | Literacy Training Service                   | 25,962.00         | 0.00               | 0.00                 | 0.00              | 50                  |         |
| 00-6  | One 2 One Mentors, Inc.                                     | S.T.A.R.                                    | 5,000.00          | 5,000.00           | 1,055.54             | 3,944.46          | 50                  |         |
| 00-7  | Assistance League of Victor Valley                          | Operation School Bell                       | 10,000.00         | 10,000.00          | 2,111.08             | 7,888.92          | 400                 |         |
| 00-8  | Inland Fair Housing and Mediation Board                     | Fair Housing                                | 17,342.00         | 17,342.00          | 3,661.03             | 13,680.97         | 41                  |         |
| 00-9  | Inland Fair Housing and Mediation Board                     | Landlord/Tenant Mediation                   | 10,369.00         | 10,369.00          | 2,188.98             | 8,180.02          | 415                 |         |
| 00-10 | Child Advocates of San Bernardino County                    | Court Appointed Special Advocates           | 9,870.00          | 0.00               | 0.00                 | 0.00              | 10                  |         |
| 00-11 | Apple Valley Christian Centers                              | Center Expansion/Certified Nurse Assistants | 10,000.00         | 6,876.45           | 1,451.67             | 5,424.78          | 144                 |         |
| 00-12 | Moses House Ministries                                      | Moses House Ministries                      | 5,000.00          | 5,000.00           | 1,055.54             | 3,944.46          | 100                 |         |
| 00-13 | Apple Valley Police Activities League                       | Police Activities League                    | 30,000.00         | 10,000.00          | 2,111.08             | 7,888.92          | 250                 |         |
| 00-14 | St. John of God Health Care Services                        | Samaritan's Helping Hand                    | 5,000.00          | 5,000.00           | 1,055.54             | 3,944.46          | 30                  |         |
| 00-15 | Catholic Charities San Bernardino/Riverside                 | Emergency Rental Assistance                 | 18,000.00         | 16,140.25          | 3,407.34             | 12,732.91         | 80                  |         |
|       | Total Public Service Requests                               |   | 192,543.00        | <b>121,727.70</b>  | <b>25,697.69</b>     | <b>96,030.01</b>  |                     |         |
|       | 2009-2010 Funds Available for Public Service Activities 15% |   | <b>96,030.00</b>  | <b>(25,697.70)</b> |                      |                   |                     |         |
|       | <b>Carry-over balances from Fiscal Year 2007-2008</b>       |   |                   |                    |                      |                   |                     |         |
|       | Hi-Desert Meals On Wheels                                   |   | 10,000.00         |                    |                      |                   |                     |         |
|       | IFHMB/Fair Housing  |   | 14.80             |                    |                      |                   |                     |         |
|       | IFHMB/Landlord Tenant                                       |   | 3.82              |                    |                      |                   |                     |         |
|       | Catholic Charities  |   | 10.10             |                    |                      |                   |                     |         |
|       | <b>Carry-over balance from Fiscal Year 2008-2009</b>        |   |                   |                    |                      |                   |                     |         |
|       | Mojave Deaf Services  |   | 3,777.17          |                    |                      |                   |                     |         |
|       | <b>Allocated to RRLP</b>                                    |   | <b>13,805.89</b>  |                    |                      |                   |                     |         |
|       | <b>Town Administered Projects</b>                           |   |                   |                    |                      |                   |                     |         |
|       | <b>Total Available for Town Administered Projects</b>       |   | <b>416,130.00</b> |                    |                      |                   |                     |         |
|       | <b>Less Allocation to Public Service Activities</b>         |   |                   |                    |                      |                   |                     |         |
| 00-16 | James Woody Community Center Kitchen Rehabilitation         |   | 21,000.00         | 21,000.00          |                      |                   |                     |         |
| 00-17 | Corwin Park Shade Structure Replacement                     |   | 30,000.00         | 30,000.00          |                      |                   |                     |         |
| 00-18 | Village Neighborhood Road Improvement Project               |   | 143,824.00        | 143,824.00         |                      |                   |                     |         |
| 00-19 | Residential Rehabilitation Loan Program                     |   | 161,306.00        | 161,306.00         |                      |                   |                     |         |
| 00-21 | Mendel Park Shade Structure Replacement                     |   | 30,000.00         | 30,000.00          |                      |                   |                     |         |
| 00-22 | Thunderbird Park Shade Structure Replacement                |   | 30,000.00         | 30,000.00          |                      |                   |                     |         |
|       | <b>Town Project Requests</b>                                |   | <b>416,130.00</b> | <b>416,130.00</b>  |                      | <b>416,130.00</b> |                     |         |
| 00-20 | <b>CDBG Administraton 20%</b>                               |   | 128,040.00        |                    |                      | <b>128,040.00</b> |                     |         |
|       | <b>Total CDBG Public Service Requests</b>                   |   | <b>192,543.00</b> | <b>287,466.19</b>  |                      |                   |                     |         |
|       | <b>Total CDBG Requests</b>                                  |   | <b>736,713.00</b> |                    |                      |                   |                     |         |
|       | <b>2009-2010 CDBG Allocation</b>                            |   | <b>640,200.00</b> |                    |                      | <b>640,200.00</b> |                     |         |
|       | Balance Carry-over to RRLP                                  |   | 13,805.89         |                    |                      | <b>13,805.89</b>  |                     |         |
|       | <b>Total CDBG Funds Available</b>                           |   | <b>654,005.89</b> | <b>654,005.89</b>  |                      | <b>654,005.89</b> |                     |         |

**FISCAL YEAR 2009-2010  
HOME INVESTMENT PARTNERSHIPS PROGRAM**

| ID # | Organization                                       | Project Title                                  | Funding Request   | Allocated   | Proposed<br>Accomp. | Accomp. |
|------|--|--|-------------------|-------------|---------------------|---------|
|      | Town of Apple Valley                               | HOME Administration 10%                        | 695,537.00        |             |                     |         |
|      | Town of Apple Valley                               | Residential Rehabilitation Loan Program (RRLP) | 49,234            |             |                     |         |
|      | Town of Apple Valley                               | Housing Partners I (CHDO)                      | 155,890           |             |                     |         |
|      |  |  | 104,331.00        |             |                     |         |
|      |  | <b>Total Apple Valley HOME</b>                 | <b>309,455.00</b> | <b>0.00</b> |                     |         |
|      | City of Victorville                                | HOME Administration                            | 20,320.00         |             |                     |         |
|      | City of Victorville                                | Senior Home Repair Program (SHRP)              | 230,762.00        |             |                     |         |
|      | City of Victorville                                | Owner-occupied Rehabilitation (OOR)            | 20,000.00         |             |                     |         |
|      | City of Victorville                                | Mortgage Assistance Program (MAP)              | 40,000.00         |             |                     |         |
|      | City of Victorville                                | Acquisition, Rehab, Resale                     | 75,000.00         |             |                     |         |
|      |  | <b>Total Victorville HOME</b>                  | <b>386,082.00</b> | <b>0.00</b> |                     |         |
|      | <b>Total FY 2009-2010 HOME Requested</b>           |  | <b>695,537.00</b> |             |                     |         |
|      | <b>Total to be allocated for FY 2009-2010 HOME</b> |  |                   | <b>0.00</b> |                     |         |