

**TOWN OF  
APPLE VALLEY, CALIFORNIA**

**AGENDA MATTER**

**Subject Item:**

**FINAL PUBLIC HEARING - CONSOLIDATED PLAN FOURTH-YEAR ACTION PLAN FOR THE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND THE HOME INVESTMENT PARTNERSHIPS (HOME) PROGRAMS FOR FISCAL YEAR 2010-2011.**

**Summary Statement:**

The purpose of this public hearing is to receive final comments on the proposed 2010/2011 Community Development Block Grant Program and the Home Investment Partnerships Program.

The draft Fourth-Year Action Plan has been developed for Fiscal Year 2010-2011. The purpose of this 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 – Fourth-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 2010/2011 CDBG and HOME programs as part of the Town's Fourth-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

Council Meeting Date: 05/11/10

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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**

The Town expects to receive an allocation of approximately \$690,825 in CDBG grant funds for the period beginning July 1, 2010 and ending June 30, 2011. In addition, a carry-over balance from fiscal year 2008-2009 of \$41,286.81 brings the proposed total to \$732,111.81.

**Proposed Projects:** The Town received a total of 16 CDBG applications this year. The Community Development Citizen Advisory Committee met to review the proposal applications and make recommendations for funding. A summary of the Committee's recommendations for the 2010-2011 CDBG program is provided below. Proposed projects administered directly by the Town will include, the James Woody Community Park Ball Field Dugout Renovation,

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Village Neighborhood Road Improvement Project (Phase 2 of 4), Residential Rehabilitation Loan Program and CDBG Program Administration.

Public services projects comprise 15% (\$103,623.75) of the proposed Fourth-Year Allocation, the maximum amount allowable pursuant to CDBG regulations. A total of 12 public service projects are recommended for funding.

**Proposed Projects/Proposed CDBG projects for 2010-2011 are outlined below:**

• San Bernardino County Library – Literacy Day	4,008.30
• Victor Valley Domestic Violence, Inc.– A Better Way	12,008.30
• High Desert Homeless Services – Homeless Shelter Program	15,508.30
• Assistance League of Victor Valley – Operation School Bell	8,008.30
• Inland Fair Housing & Mediation Board – Fair Housing	13,032.45
• Inland Fair Housing & Mediation Board – Landlord Tenant Mediation	8,008.30
• Victor Valley Community Hospital	5,008.30
• Moses House Ministries	4,008.30
• One 2 One Mentors, Inc. – STAR	4,008.30
• Apple Valley Police Activities League	15,008.30
• Apple Valley Christian Centers	8,008.30
• Catholic Charities	7,008.30
• James Woody Community Park Ball Field Dugout Renovation	95,000
• Village Neighborhood Road Improvement Project (Phase 2 of 4)	143,824.00
• Town of Apple Valley Residential Rehabilitation Loan Program	251,499.06
• Town of Apple Valley – Program Administration	138,165.00
<b>Total</b>	<b>\$732,111.81</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 2010-2011 program year.

**Past Use of Funds:** Information on the current Third-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

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housing with suitable amenities, including real property acquisition, site improvements, conversion, demolition, and other expenses, including financing costs, relocation expenses of 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, anticipates receiving a total allocation of \$689,961 for the period beginning July 1, 2010 and ending June 30, 2011. Of that amount, Apple Valley estimates receiving \$305,335; and Victorville estimates receiving \$384,596.

**Apple Valley Proposed Funding:** The Town expects to allocate \$305,335 in HOME grant funds for FY 2010-2011 for the period beginning July 1, 2010 and ending June 30, 2011.

**Proposed Apple Valley Projects:** Proposed HOME projects for 2010-2011 are outlined below:

• Residential Rehabilitation Loan Program (RRLP)	256,582
• Program Administration	48,753
Total	\$305,335

**Proposed Victorville Projects:** Proposed HOME projects for 2010-2011 are outlined below:

• HOME Administration	20,243
• Senior Home Repair Program	200,000
• Mortgage Assistance Program	60,888.85
• CHDO	103,464.15
Total	\$384,596

A copy of the draft Consolidated Plan – Fourth-Year Action Plan for 2010-2011 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 2010-2011 Consolidated Plan - Fourth Year Action Plan for Apple Valley and Victorville.

**FISCAL YEAR 2010-2011  
COMMUNITY DEVELOPMENT BLOCK GRANT PROPOSALS**

<b>ID #</b>	<b>Organization</b>	<b>Project Title</b>	<b>Funding Request</b>	<b>Proposed Allocation</b>	<b>Current Funding</b>	<b>Proposed Accomp.</b>	<b>Accomp.</b>
00-1	High Desert Homeless Services, Inc.	High Desert Homeless Services	20,000.00	15,508.30	7,888.92	60	
00-2	Victor Valley Domestic Violence	Victor Valley Domestic Violence	15,000.00	12,008.30	11,833.38	55	
00-3	SB County Sexual Assault Service, Inc.	SB County Sexual Assault Service, Inc.	6,000.00	0.00	4,733.35	600	
00-4	Legal Aid Society of San Bernardino	Legal Aid	10,000.00	0.00	0.00	50	
00-5	Assistance League of Victor Valley	Operation School Bell	10,000.00	8,008.30	7,888.92	400	
00-6	Apple Valley Police Activities League	AV PAL	30,000.00	15,008.30	7,888.92	200	
00-7	Apple Valley Christian Centers	AV Christian Care Center Expansion/Nurses	10,000.00	8,008.30	5,424.78	50	
00-8	Catholic Charities	Emergency Rental Assistance	18,000.00	7,008.30	12,732.91	25	
00-9	High Desert Communities Food Bank	High Desert Communities Food Bank	16,250.00	0.00	0.00	1,626	
00-10	Moses House Ministries	Case Management	10,000.00	4,008.30	3,944.46	150	
00-11	One 2 One Mentors, Inc.	Supporting Teens At Risk (STAR)	10,000.00	4,008.30	3,944.46	75	
00-12	Inland Fair Housing & Mediation Board	Fair Housing	14,658.00	13,032.45	13,680.97	41	
00-13	Inland Fair Housing & Mediation Board	Landlord/Tenant Mediation	9,051.00	8,008.30	8,180.02	425	
00-14	American Red Cross, High Desert Chapter	<b>Withdrew application</b>	3,500.00	0.00	0.00	-	
00-15	Victor Valley Community Hospital	Community Care Project	5,000.00	5,008.30	0.00	240	
00-16	SB County Library	Adult Literary Services	10,000.00	4,008.30	3,944.46	70	
	<b>Total Public Service Requests</b>		<b>197,459.00</b>	<b>103,623.75</b>	<b>88,141.09</b>		
	2010-2011 Funds Available for Public Service Activities 15%		<b>103,623.75</b>	<b>(0.00)</b>			
			<b>(93,835.25)</b>				
	<b>Town Administered Projects</b>						
00-17	James Woody Community Park Ball Field Dugout Renovation		95,000.00	95,000.00			
00-18	Village Neighborhood Road Improvement Project (Phase 2 of 4)		143,824.00	143,824.00			
00-19	Residential Rehabilitation Loan Program & CDBG Admin. Carry-over balance from 2008/2009		210,212.25	210,212.25			
00-20	CDBG Administration		138,165.00	138,165.00			
	<b>Town Project Requests</b>		<b>587,201.25</b>	<b>587,201.25</b>			
	<b>Total CDBG Public Service Requests</b>		<b>197,459.00</b>				
	<b>Total CDBG Requests</b>		<b>784,660.25</b>				
	<b>2010-2011 CDBG Allocation</b>		<b>690,825.00</b>				
	<b>2009-2010 CDBG Reprogrammed Funds (08/09 CDBG Admin.)</b>		<b>41,286.81</b>				
	<b>Total Funds Available</b>		<b>732,111.81</b>				

**FISCAL YEAR 2010-11  
HOME INVESTMENT PARTNERSHIPS PROGRAM**

ID #	Organization	Project Title	Funding Request	Proposed Allocation	Proposed Accomp.	Accomp.
			<b>689,961.00</b>			
	Town of Apple Valley	HOME Administration 10%	48,753	48,753		
	Town of Apple Valley	Residential Rehabilitation Loan Program	256,582	256,582	13	
		<b>Total Apple Valley HOME</b>	<b>305,335.00</b>	<b>305,335.00</b>		
	City of Victorville	HOME Administration	20,243.00	20,243.00		
	City of Victorville	Senior Home Repair Program (SHRP)	200,000.00	200,000.00		
	City of Victorville	Mortgage Assistance Program (MAP)	60,888.85	60,888.85		
	City of Victorville	CHDO	103,494.15	103,464.15		
		<b>Total Victorville HOME</b>	<b>384,626.00</b>	<b>384,596.00</b>		
	<b>Total FY 2010-2011 HOME Requested</b>		<b>689,961.00</b>			
	<b>Total to be allocated for FY 2010-2011 HOME</b>			<b>689,931.00</b>		