



City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
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www.rochesterhills.org

Legislative File No: 2021-0040

TO: Mayor and City Council Members
FROM: Denise McDoniel, Fiscal Division, 248.841.2535
DATE: February 22, 2021
SUBJECT: PY 2021 CDBG Application

REQUEST:

That City Council conduct a public hearing and adopt program allocations for the Program Year (PY) 2021 Community Development Block Grant (CDBG) application.

REASON FOR PURCHASE:

As part of the application process for CDBG funds, communities must hold a public hearing and the governing body must pass a resolution approving the planned use of funds. Oakland County's Community & Home Improvement Division does not yet have information on the exact amount of PY 2021 funding. The County has provided the City of Rochester Hills with an initial planning allocation of \$160,965 based on PY 2019 funding to complete the CDBG application. The City must allocate funds to eligible programs and projects in accordance with federal and county rules and regulations. The national objectives of the CDBG program are to assist low and moderate-income persons, to prevent or eliminate slums and blight, and to meet an urgent community need where no other funding is available.

The City of Rochester Hills has scheduled a public hearing on February 22, 2021, regarding the PY 2021 CDBG application and proposed funding allocations. The Community & Home Improvement Division has advised Administration that any City Council member who serves on a board of an organization receiving funds should excuse themselves from voting on the resolution. The Community & Home Improvement Division also recommends that organizations requesting funding and wishing to address City Council, should address Council during the public hearing.

In order to comply with federal regulations, the Community & Home Improvement Division is limiting the number of projects that communities can allocate funds for to four (4). The City currently has four projects: Minor Home Repair, Yard Services, Services for Victims of Domestic Violence, Dating Violence, Sexual Assault or Stalking, and Subsistence Payments. Administration is asking City Council to approve the allocation of funding to mirror PY 2019 allocation.

\$125,965 **Minor Home Repair (731227)** – Provide accessibility modifications, ordinance compliance, and health and safety related repairs to low-income residents. Funds will allow approximately 50 projects to be completed. Eligible repairs include, but are not limited to, furnace or water heater replacements, roof repairs, plumbing, and electrical.

- \$ 35,000 **Public Services:**
- \$10,000 **Public Services / Yard Services (732170)** – Snow removal and other yard services for approximately 60 low-income senior or disabled adult households.
- \$15,000 **Public Services / Services for Victims of Domestic Violence, Dating Violence, Sexual Assault or Stalking (730137)** – Provide programs such as emergency shelter, legal, and counseling services for approximately 60 domestic violence victims or families.
- \$10,000 **Public Services / Subsistence Payments (730571)** – Provides emergency clothing services to approximately 250 low-income residents.

\$160,965 **Grand Total 2021 CDBG Planning Allocation**

PROCESS:

Vendor Name and Address:

Each vendor will be procured according to City of Rochester Hills and Oakland County Community and Home Improvement Division procedures.

Reason for Selection:

Best value to the benefiting clients

Method of Purchase:

Request for Proposal (RFP)
Federal Small Purchase Procedures

BUDGET:

All expenditures for CDBG projects are to be entirely reimbursed through CDBG revenue. The annual program year runs from July 1 to June 30.

Fund Name	Department Account No	Account No. Description	PY 2020 Budget Amount
General Fund	666 - CDBG	801000 - Professional Services	\$ 25,000
General Fund	666 - CDBG	801592 - Prof. Services – MHR	\$125,965
General Fund	666 - CDBG	807000 - Contractual Services	\$ 10,000
		TOTAL	\$160,965

RECOMMENDATION:

That City Council adopt the proposed allocations for the four projects of the Community Development Block Grant (CDBG) for the Program Year 2021 and City Council authorizes the Mayor to execute the PY 2021 Community Development Block Grant Application and related documents on the City’s behalf.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		

Contract Reviewed by City Attorney Yes N/A