
CITY OF ROCHESTER HILLS

**Fiscal
Team**

Joseph Snyder – Financial Analyst

DATE: July 15, 2004

TO: Michael Hartner

RE: CDBG – Spencer Beach House

Mike,

In reply to your question regarding the use of Community Development Block Grant (CDBG) funds being used for the reconstruction of the Spencer Park Beach House, CDBG funds cannot be used for this purpose.

When this project was first approved in the 2004 Capital Improvement Plan (CIP), I called Oakland County, who administers the grant, and asked if the City of Rochester Hills could use CDBG funds for the reconstruction of the Beachouse building at Spencer Park. Their answer was no because of the fact that Spencer Park does not fall within a designated “Low / Moderate Income Area” within the City. The “Low / Moderate Income Area” criteria is the reason that we have proposed to undertake projects in Bloomer Park and the Veteran’s Memorial Pointe (those two areas lie within “Low / Moderate Income Areas”).