



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: DECEMBER 6, 2016**

FROM: COMMUNITY & ECONOMIC DEVELOPMENT **WARD: 1**
DEPARTMENT

SUBJECT: PROPOSED AMENDMENT TO THE CITY OF RIVERSIDE 2015-2016 UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) ANNUAL ACTION PLAN TO REPROGRAM COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUNDING FOR THE STREET IMPROVEMENTS ON HOLDING STREET FROM ORANGE STREET TO MULBERRY STREET AND LIME STREET FROM HOLDING STREET TO FIRST STREET- FUND TRANSFER \$265,106

ISSUE:

Approve an amendment to the City's 2015-2016 HUD Annual Action Plan to reprogram CDBG funds in the amount of \$265,106 from the Ward 1 Street Improvement Projects: Street Improvements to Ardmore Street from Paige Drive to Palmyrita Avenue to the Ward 1 Street Improvements on Holding Street from Orange Street to Mulberry Street and Lime Street from Holding Street to First Street.

RECOMMENDATIONS:

That the City Council:

1. Authorize an amendment to the 2015-2016 HUD Annual Action Plan to reprogram \$265,106 in CDBG funds from the Ward 1 Street Improvements to Ardmore Street from Paige Drive to Palmyrita Avenue to Holding Street from Orange Street to Mulberry Street and Lime Street from Holding Street to First Street.
2. Authorize a funds transfer in the amount of \$265,106 from Account No. 2835100-453001 (Unprogrammed funds) to Ward 1 Street Improvements to Holding Street from Orange Street to Mulberry Street and Lime Street from Holding Street to First Street, Account No. 9261200-440120
3. Authorize the City Attorney's Office to prepare the CDBG Memorandum of Understanding (MOU) with the Public Works Department for \$265,106 and authorize the City Manager, or his designee to execute the MOU, including making minor non-substantive changes and to sign all documents and instruments necessary to implement this action; and
4. Authorize the Finance Department to appropriate the \$265,106 to General Fund (101) project accounts to be assigned by the Finance Director and to be offset by an equal appropriation to object 895220 charging the project expenditures to the CDBG fund (220).

BACKGROUND:

Include the date & amount from when Council authorized the original project.

The funding was originally allocated to Ardmore Street from Paige Drive to Palmyrita Avenue. During the preparation of the plans to complete the original street improvements to Ardmore Street from Paige Drive to Palmyrita Avenue it was determined that the project had become far more complex and time intensive than was originally anticipated.

DISCUSSION:

The proposed amendment to the HUD Annual Action Plan will allocate \$265,106 to street improvements on Holding Street from Orange Street to Mulberry Street and Lime Street from Holding Street to First Street. The newly proposed street improvements are simpler and more aligned with the strict timeliness guidelines of federal funding.

A public notice was issued announcing the proposed amendment to the HUD Annual Action Plan and a 30-day public comment period was provided in compliance with HUD regulations.

The notice was published in the Press Enterprise on Friday, November 4, 2016 and included the date this action would be considered by the City Council. The proposed project is eligible under the HUD CDBG National Objective of low- and moderate- income area benefit because it benefits a residential neighborhood where at least 51 percent of the residents are low- and moderate income persons.

The Public Works Director concurs with this report.

FISCAL IMPACT:

There is no impact to the General Fund. Sufficient funds totaling \$265,106 are available in Account No. 2835100-453001 (CDBG Unprogrammed Fund).

Prepared by: Rafael Guzman, Community & Economic Development Director
Certified as to
availability of funds: Scott G. Miller, PhD, Finance Director/Treasurer
Approved by: Al Zelinka, FAICP, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney