



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: JANUARY 7, 2020**

FROM: COMMUNITY & ECONOMIC DEVELOPMENT **WARDS: 5 & 6**
DEPARTMENT

SUBJECT: PROPOSED AMENDMENTS TO THE CITY OF RIVERSIDE 2017-2018 & 2018-2019 UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) ANNUAL ACTION PLANS FOR THE COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM TO CANCEL TWO PUBLIC WORKS PROJECTS AND REALLOCATE THE FUNDING TO WARD 5 STREET IMPROVEMENTS

ISSUE:

Approve amendments to the 2017-2018 and 2018-2019 HUD Annual Action Plans canceling the 2017-2018 Ward 6 and 2018-2019 Ward 5 Street Improvements projects and replacing them with an updated Ward 5 Street Improvements project at an alternate location.

RECOMMENDATIONS:

That the City Council:

1. Authorize an amendment to the 2017-2018 HUD Annual Action Plan to cancel the Ward 6 project to perform Sidewalk Improvements for the Westerly side of Harrison Street from 150' South of Sharon Avenue to Estrellita Street and to reprogram the \$64,641 in CDBG funds allocated to that project; and
2. Authorize an amendment to the 2018-2019 HUD Annual Action Plan to cancel the Ward 5 project to perform Street Improvements on Susan Street and Lila Street from Helena Avenue to Diana Avenue and Diana Avenue from Susan Street to Lila Street and to reprogram the \$200,423 in CDBG funds allocated to that project; and
3. Authorize an amendment to the 2018-2019 HUD Annual Action Plan to add a Ward 5 project to perform Street Improvements on Hayes Street from Myers Street to Roosevelt Street, and Myers and Taft Street from Hayes Street to Magnolia Avenue and allocate the funds from the canceled projects and an additional \$59,886 of unprogrammed CDBG funds to the project; and
4. Authorize a Memorandum of Understanding with Public Works for the 2018-2019 Ward 5 Street Improvements Project and authorize the City Manager, or his designee to execute the Amendment to the Memorandum of Understanding, including making minor non-substantive changes and to sign all documents and instruments necessary to implement this action.

BACKGROUND:

On May 9, 2017, the City Council adopted the 2017-2018 HUD Annual Action Plan and authorized the appropriation of Community Development Block Grant (CDBG) funds in the amount of \$64,641 to design and construct sidewalk improvements in Ward 6 on Harrison Street which borders Wards 5 and 6.

On June 5, 2018, the City Council adopted the 2018-2019 HUD Annual Action Plan and authorized the appropriation of CDBG funds in the amount of \$200,423 to design and construct street improvements in Ward 5 on Susan Street, Lila Street, and Diana Avenue.

DISCUSSION:

The proposed amendments to the HUD 2017-2018 and 2018-2019 Annual Action Plans will cancel the Fiscal Year 17-18 Ward 6 Street Improvements project and the Fiscal Year 18-19 Ward 5 Street Improvements project. The Ward 6 project was stalled due to probate issues on the surrounding property and is being cancelled with the option to reapply for funding when the issues are resolved. These funds are being reallocated to a new higher priority Ward 5 Street Improvement project, which is located within income eligible Census Tract 031602 Block Group No. 3.

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 original notice was published in the Press Enterprise on Friday, November 1, 2019 and included the date this action would be considered by the City Council.

The Public Works Director concurs with the recommendations in this report.

FISCAL IMPACT:

As outlined in the table below, the total one-time fiscal impact of the action is \$324,950. CDBG funds totaling \$265,064 had been appropriated to the cancelled projects and are available in account numbers 9265700-440120 and 9268300-440120. An additional \$59,886 from the CDBG Unprogrammed Funds Account are available for this project.

Funding for Proposed Ward 5 Street Project:

Source	Account	Amount
2017-2018 CDBG Appropriation	9265700-440120	\$64,641
2018-2019 CDBG Appropriation	9268300-440120	\$200,423
CDBG Unprogrammed Funds		\$59,886
TOTAL		\$324,950

Prepared by: David Welch, Community & Economic Development Director
 Certified as to
 availability of funds: Edward Enriquez, Chief Financial Officer/City Treasurer
 Approved by: Rafael Guzman, Assistant City Manager
 Approved as to form: Gary G. Geuss, City Attorney

Attachment:

1. Ward 5 Street Improvements Site Map