



**DATE:** May 11, 2021

**CATEGORY:** Consent

**DEPT.:** Community Development

**TITLE:** **Adoption of Fiscal Year 2021-22  
Annual Action Plan and Funding  
Recommendations**

### **RECOMMENDATION**

1. Allocate \$351,200 of Community Development Block Grant funds (\$90,000 from Fiscal Year 2021-22 Community Development Block Grant allocation for public services and \$261,200 from current-year program income received allowed for public services) for use in Fiscal Year 2021-22 and Fiscal Year 2022-23 for public service applicants recommended for funding as shown in Attachment 3.
2. Allocate the Fiscal Year 2022-23 Community Development Block Grant funding allocation for public services, estimated to be \$90,000, to the recommended applicants as shown in Attachment 3. If the actual Community Development Block Grant funding available for Fiscal Year 2022-23 is more or less than \$90,000, then the increase or decrease will be proportionally allocated to all public service agencies being funded based on their awarded funding levels up to the amount requested.
3. Allocate \$171,000 total from the General Fund (\$163,500 from the City's General Operating Fund and \$7,500 from the City's General Housing Fund) for Fiscal Year 2021-22 to the public service applicants recommended for funding as shown in Attachment 3.
4. Allocate \$116,632 from the City's American Rescue Plan Act of 2021 Federal stimulus funds to supplement the CDBG funding for LifeMoves and the Day Worker Center; to supplement the General Fund support for YWCA and Community School of Music and Arts; and to provide a one-time funding exception for Junior Achievement of Northern California, as shown in Attachment 3.

5. Allocate an estimated \$3.7 million of available Community Development Block Grant and HOME Investment Partnership Program funds for the conversion/rehabilitation of the Crestview Hotel for affordable housing.
6. Approve the Final Fiscal Year 2021-22 Annual Action Plan (Attachment 1).

## **BACKGROUND**

On April 27, 2021, Council approved staff's funding recommendations for public service activities and capital projects using Community Development Block Grant (CDBG) funds, HOME Investment Partnership (HOME) funds, the City's General Fund, and one-time Federal stimulus funding from the American Rescue Plan Act (ARPA), as discussed in the April 2021 Council report and as shown in the final funding summary table (Attachments 2 and 3). These recommendations have been incorporated into the Final Fiscal Year 2021-22 Annual Action Plan (AAP) (see Attachment 1).

## **ANALYSIS**

The final public services funding recommendations for the Fiscal Year 2021-22 AAP are shown in Attachment 3 and include:

- Eight activities funded with just CDBG funds and two activities funded with a combination of CDBG and ARPA, for a total of 10 activities with some level of CDBG funding.
- Nine activities funded with just General Fund support and two activities funded with a combination of General Fund and ARPA, for a total of 11 activities with some level of General Fund support.
- One activity with a one-time funding exception using only ARPA funds. Combined with the two CDBG activities partially supported with ARPA funds and the two activities partially supported with General Fund support, a total of five activities will receive some level of ARPA funding.
- In addition to the public services, one capital project using a combination of CDBG and HOME funding to convert and rehabilitate the Crestview Hotel into affordable housing. A final funding commitment by the City would only occur after additional steps are taken in cooperation with the County of Santa Clara toward the acquisition of the hotel and subject to future City approvals.

Additionally, the City is funding an eviction protection and defense program using \$50,000 in ARPA funds as well as an additional \$45,000 of funding through the City's rent-stabilization program and as approved by the Rental Housing Committee. While not a program developed through the Fiscal Year 2021-22 Notice of Funding Availability process, the eviction protection and defense program aligns with the City's goals and will be included in the Fiscal Year 2021-22 AAP to demonstrate the wide-ranging activities and efforts the City is funding to meet the City's 2020-25 Consolidated Plan goals, including increasing affordable housing, responding to homelessness, supporting social services, promoting fair housing, and promoting economic resiliency.

Upon Council's approval of the Final Fiscal Year 2021-22 AAP, the document will be submitted by May 15, 2021 to meet Federal timeline requirements.

No public comments regarding the Draft Fiscal Year 2021-22 AAP have been received by the City at the time of the writing of this report. The public comment period closes May 11, 2021 at 4:00 p.m. as noted in the public notice that was posted in the *Mountain View Voice* and on the City's website.

### **FISCAL IMPACT**

The funding recommendations for the Final Fiscal Year 2021-22 AAP reflect Council's April 27, 2021 approval for public services and a capital project. This includes \$351,200 in CDBG funding (composed of Fiscal Year 2021-22 CDBG public services funding and current year program income received allowed for public services) to be spent over the two-year cycle for public services plus an additional \$90,000 estimated for Fiscal Year 2022-23 CDBG funds that will become available in Year 2; \$171,000 in the City's General Fund (one-year total) for public services; one-time ARPA funds in the amount of \$116,632 to support public services; and \$3.7 million in funding for a capital project (\$2.1 million in CDBG and \$1.6 million in HOME funds). The funding recommendations are consistent with the Consolidated Plan goals. The General Fund for public services is part of the City's base budget, and there is no request for additional General Fund support for this two-year public service cycle.

### **ALTERNATIVES**

1. Provide other funding recommendations and/or input on the Fiscal Year 2021-22 Annual Action Plan.
2. Provide other direction.

## **PUBLIC NOTICING**

The Council meeting agenda is posted online on the City calendar. Additionally, the required 30-day public review period began April 10, 2021 and ends May 11, 2021. A public notice was published in the *Mountain View Voice*. The public notice and the Spanish, Chinese, and Russian translations, as well as the Fiscal Year 2021-22 AAP, are posted on the City's website at <https://www.mountainview.gov/depts/comdev/housing/default.asp>. A link to this report and Council meeting was provided to the Human Relations Commission (HRC) and to the applicants.

Prepared by:

Wayne Chen  
Assistant Community Development  
Director

Approved by:

Aarti Shrivastava  
Assistant City Manager/  
Community Development Director

Approved by:

Audrey Seymour Ramberg  
Assistant City Manager/  
Chief Operating Officer

WC/1/CAM  
821-05-11-21CR  
201023

- Attachments:
1. Final Fiscal Year 2021-22 Annual Action Plan
  2. April 27, 2021 Council Report to Consider Draft Fiscal Year 2021-22 Annual Action Plan and Funding Recommendations
  3. Summary of Final Public Service Funding Recommendations