

LEGISLATIVE REFERENCE BUREAU FISCAL ANALYSIS

**COMMUNITY & ECONOMIC
DEVELOPMENT COMMITTEE**

ITEM 9, FILE #101198

JANUARY 31, 2011

AMY E. HEFTER

File Number 101198 is a resolution relating to the application, acceptance and funding of a Community Development Block Grant Supplemental Disaster Allocation Emergency Assistance Program for Business Mitigation grant from the U.S. Department of Housing and Urban Development through the Wisconsin Department of Commerce for projects in the 1st, 7th and 13th Aldermanic Districts.

Background

The Supplemental Disaster Allocation consists of federal funds received from the U.S. Department of Housing and Urban Development (HUD). Units of local government that sustained storm and flooding damage during the disaster period of June 5 through July 25, 2008 and are located in a county that has been declared a federal disaster area under FEMA-DR-1768 WI are eligible to apply for these funds. The 31 Counties include: Adams, Calumet, Columbia, Crawford, Dane, Dodge, Fond du Lac, Grant, Green, Green Lake, Iowa, Jefferson, Juneau, Kenosha, LaCrosse, LaFayette, Manitowoc, Marquette, Milwaukee, Monroe, Ozaukee, Racine, Richland, Rock, Sauk, Sheboygan, Vernon, Walworth, Washington, Waukesha, and Winnebago.

These funds are administered by the Wisconsin Department of Commerce as part of the Community Development Block Grant – Emergency Assistance Program (CDBG-EAP). Use of the funds must comply with rules and regulations that govern HUD's Community Development Block Grant (CDBG) program.

The CDBG-EAP funds are awarded to units of general local government to provide long-term disaster mitigation assistance for businesses that suffered damage and losses during the disaster period of June 5 through July 25, 2008.

Priority is given to business mitigation projects that will prevent future damage from similar events and that can document a benefit to employees of the assisted business that meet the low and moderate-income (LMI) guidelines.

Discussion

1. This resolution authorizes the Community Development Grants Administration to apply for, accept, and fund a Community Development Block Grant Supplemental Disaster Allocation Emergency Assistance Program for Business Mitigation grant from the U.S. Department of Housing and Urban Development through the Wisconsin Department of Commerce.
2. The purpose of this grant is to provide flood mitigation funds to businesses which experienced flooding on June 7 and 8, 2008.
3. Grant funds will be used for the following projects in 3 areas impacted by the June 2008 floods:
 - o The Oak Creek Flood Management Project which includes the possible acquisition and relocation of 2 properties and construction of a berm for a 3rd property at the S. 13th Street and W. College Avenue intersection.

- The DRS Berm and Internal Flood Protection Design and Construction Project which includes construction of an earthen dam to protect the property and other engineered measures to prevent additional flood damage in the location of 4265 N. 30th Street and 4201 N. 27th Street.
- The 30th Street Corridor/Century City Design and Flood Mitigation Project which includes assessing and determining the best management practices to be implemented at Century City and the surrounding neighborhood.

Fiscal Impact

1. The total amount of this project is \$3,800,000, of which \$2,250,000 (60%) will be provided by the grantor and \$1,550,000 (40%) by the City.

Grant Projects	Grantor Share	City Share	Total
Oak Creek Flood Management	\$800,000	\$900,000 (Funds provided by MMSD)	\$1,700,000
DRS Berm & Internal Flood Protection	\$350,000	\$150,000 (Funds provided by DRS)	\$500,000
30 th Street Corridor/Century City	\$1,100,000	\$500,000 (Funds provided by Century City TID #74)	\$1,600,000
TOTAL	\$2,250,000	\$1,550,000	\$3,800,000

2. The grant period is from February 1, 2011 through December 31, 2012.

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LRB-Research & Analysis Section
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