

Hope House of Milwaukee, Inc.

209 West Orchard - P.O. Box 04095 Milwaukee, WI 53204

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Ending homelessness and creating healthy communities

January 3, 2013

Steve Mahan, Director Community Block Grant Administration Room 606, City Hall 200 East Wells Street Milwaukee, WI 53202

Re: Hope House of Milwaukee Accounts

Dear Steve:

In anticipation of the implementation of the HEARTH Act, Hope House of Milwaukee Inc. (HH) has reviewed the Federal Register * and is undertaking a series of actions to comply with the new legislation. These actions include:

- Instituting Occupancy Agreements with all Chrysalis Program Transitional Housing participants;
- Further, this action to comply with the Hearth Act impacts the sources of eligible match that Hope House can use for its Transitional Housing (TH) component the Chrysalis Project. The primary funding of the TH project is the Department of Housing and Urban Development Supportive Housing Program (SHP);
- Our analysis of the HEARTH Act indicates that Community Development Block Funds (CDBG) continues to be appropriate match for HH's SHP funds, however, HUD will no longer recognize Emergency Solutions Grants (ESG) as acceptable match funds for HH's SHP funded project;
- Therefore Hope House is requesting the City of Milwaukee adjust its CDBG Grant by a \$50,000 increase and decrease its City ESG grant by the same amount \$50,000. To facilitate the Hope House request, Community Advocates (CA) has agreed to an adjustment of its City of Milwaukee grant support for the CA Family Support Center decrease the allocation of CDBG funds by \$50,000 and increase the allocation City ESG grant by \$50,000.

^{* (45426} Federal Register / Vol. 77, No. 147 / Tuesday, July 31, 2012 / Rules and Regulations & Federal Register / Vol. 76, No. 233 / Monday, December 5, 2011 / Rules and Regulations 75967 254b(h)(5)(A)),)







If you have any questions relative to this response do not hesitate to contact me at 645-2122 or e-mail kens@hopehousemke.org.

Sincerely,

Kenneth Schmidt **Executive Director**

Cc B. Boyd