



City of Milwaukee- Community Development Grants Administration



2015 Proposed Funding Allocation Plan (FAP)

Date of Release: June 20, 2014
 CED Committee: July 21, 2014
 Common Council: July 22, 2014



NOTICE OF POSSIBLE FUNDING REDUCTION

- This disclaimer serves as notice to all recipients of funding awarded under the City of Milwaukee- Community Development Grants Administration (CDGA).

Should availability of federal funds:

Community Development Block Grant (CDBG),

HOME Investment Partnerships,

Emergency Solutions Grants (ESG) Program

Housing Opportunities for Persons with AIDS (HOPWA)

be reduced, the City of Milwaukee's Community and Economic Development Committee can modify and reduce either the Grantee's and/or Sub-grantee's award compensation or the Grantee's and/or Sub-grantee's program year or both. In the event of such a modification or reduction the Grantee and/or Sub-grantee shall be notified in advance of the pending Community and Economic Development Committee meeting where such action shall take place.

COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

The Community Development Block Grant program was established by Congress in 1974 with the passage of the Housing and Community Development Act. This program provides funds to municipalities and other units of government around the country to develop viable urban communities. This is accomplished by providing affordable, decent housing, a suitable living environment and by expanding economic opportunities principally for low and moderate income persons. Local units of government develop their own programs and funding priorities, however all activities must be consistent with one or more of the following HUD national objectives:

- Principally benefits low/moderate income persons
- Prevents or eliminates slum or blight
- Addresses an urgent need or problem in the community (e.g., natural disaster)

As a Participating Jurisdiction (PJ) and entitlement community, the City of Milwaukee-Community Development Grants Administration (CDGA), receives annual funding allocations from the Federal government to fund activities to address these National Objectives.

As a recipient of these funds, the City of Milwaukee is required to submit to HUD an annual Funding Allocation Plan that describes how the City will utilize Federal funds to address the national objectives in a manner that will produce the greatest measurable impact on our community.

The statutes for the Federal formula grant programs set forth three basic goals against which the plan and the City's performance under the plan will be evaluated by HUD. The City must state how it will pursue these goals for all community development programs.

HUD statutory program goals are:

DECENT HOUSING - which includes:

- Assisting homeless persons obtain affordable housing;
- Assisting persons at risk of becoming homeless;
- Retaining the affordable housing stock;
- Increasing the availability of affordable permanent housing in standard condition to low-income and moderate-income families, particularly to members of disadvantaged minorities without discrimination on the basis of race, color, religion, sex, national origin, familial status, or disability;
- Increasing the supply of supportive housing which includes structural features and services to enable persons with special needs (including persons with HIV/AIDS) to live in dignity and independence; and
- Providing affordable housing that is accessible to job opportunities.

COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

A SUITABLE LIVING ENVIRONMENT - which includes:

- Improving the safety and livability of neighborhoods;
- Eliminating blighting influences and the deterioration of property and facilities;
- Increasing access to quality public and private facilities and services;
- Reducing the isolation of income groups within areas through spatial deconcentration of housing opportunities for lower income persons and the revitalization of deteriorating neighborhoods;
- Restoring and preserving properties of special historic, architectural, or aesthetic value; and
- Conserving energy resources and use of renewable energy sources.

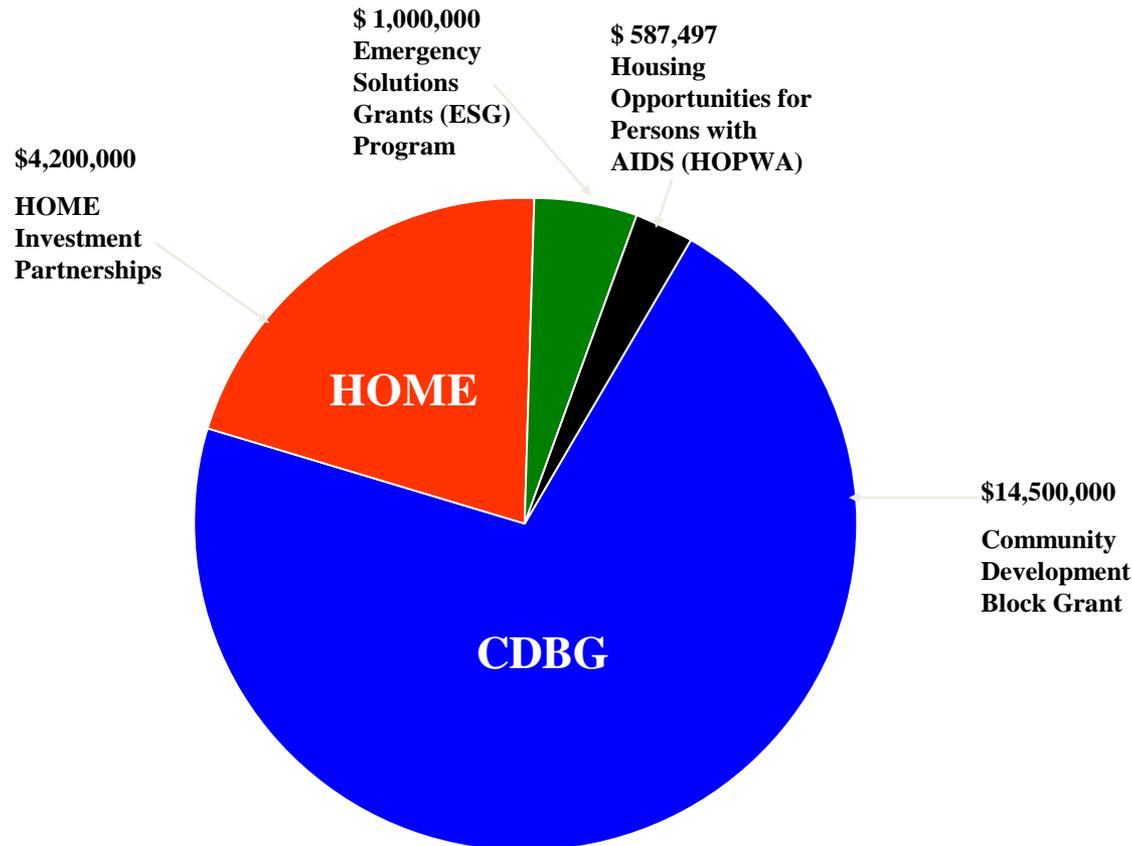
EXPANDED ECONOMIC OPPORTUNITIES- which includes:

- Job creation and retention;
- Establishment, stabilization and expansion of small businesses (including micro-businesses);
- The provision of public services concerned with employment;
- The provision of jobs to low-income persons living in areas affected by those programs and activities, or jobs resulting from carrying out activities under programs covered by the plan;
- Availability of mortgage financing for low-income persons at reasonable rates using non-discriminatory lending practices;
- Access to capital and credit for development activities that promote the long-term economic and social viability of the community; and
- Empowerment and self-sufficiency for low-income persons to reduce generational poverty in federally assisted housing and public housing.

Long-term outcomes linked to these goals are:

- **Availability/Accessibility** – This outcome relates to programs that make services, housing, infrastructure, public services, or shelter accessible or available to low or moderate income persons, include those with special needs and/or disabilities.
- **Affordability** – This outcome relates to programs that provide affordability to low or moderate income persons and can include affordable housing.
- **Sustainability** – This outcome relates to programs that improve communities and promote viability such as removing slum and blight or other services that sustain communities.

2015 Proposed City of Milwaukee Block Grant Entitlement Allocation



2015 Proposed Federal Entitlement Allocation

Community Development Block Grant (CDBG)	\$ 14,500,000
HOME Investment Partnership (HOME)	\$ 4,200,000
Emergency Solutions Grants (ESG) Program	\$ 1,000,000
Housing Opportunities for People with AIDS (HOPWA)	\$ <u>587,497</u>
Total	\$ 20,287,497

HUD OBJECTIVES & OUTCOMES FOR 2015 Proposed Neighborhood Initiatives

HUD Objective: Create Suitable Living Environment HUD Outcome: Sustainability	HUD Objective: Provide Decent Affordable Housing HUD Outcome: Affordability	HUD Objective: Create Economic Opportunities HUD Outcome: Sustainability
<p>Community Organizing/Crime Prevention/NSP</p> <p>Community Prosecution Unit</p> <p>Community Partners</p> <p>Homeless Shelters</p> <p>Continuum of Care Planning (Lead Agency Oversight)</p> <p>Graffiti Abatement</p> <p>Landlord/Tenant Compliance Program</p> <p>Youth Services</p> <p>Nuisance Building Demolition</p> <p>Housing and Services for Persons with AIDS</p>	<p>Housing Production</p> <p>Neighborhood Improvement Program (NIP)</p> <p>Rental Rehabilitation</p> <p>Owner-Occupied Home Rehab Loan Program</p> <p>Homebuyer Counseling</p> <p>Code Enforcement Program</p> <p>Housing Accessibility Program</p> <p>Milwaukee Builds Program</p> <p>Lead Paint Abatement</p> <p>Fair Housing Enforcement</p> <p>Environmental Planning & Review</p> <p>FOCUS Fire Prevention Program</p>	<p>Employment Services (Job Training & Placement/Job Placement)</p> <p>Special Economic Development – Assistance for Businesses</p> <p>Emerging Business Enterprise Program</p> <p>Summer Youth Internship Program</p> <p>Land Management/Spot Acquisition</p> <p>Vacant Lot Redevelopment</p> <p>Brownfields Redevelopment</p>

2015 Proposed Community Based Organizations' Initiatives

- Community Organizing *
(NSP Areas 2(New),8,9,10,12 &13)
- Community Prosecution Unit
- Community Partners
- Employment Services *
- Economic Development *
- Fair Housing Enforcement
- Youth Services: General *
- Driver's Licenses Recovery/ Employment Project
- Homebuyer Counseling
- Technical Assistance for CBOs
- Homeless Shelters
- Graffiti Abatement
- Housing Accessibility Program
- Housing: Neighborhood Improvement Program
- Housing Production
- Milwaukee Builds Program
- Housing Opportunities for Persons with AIDS *

** Request for Proposal (RFP) required*

2015 Proposed CDBG Entitlement Allocation

(By Category)

I. Public Service

Community Organizing

- Neighborhood Strategic Planning
- Community Partners Initiative
- Community Prosecution Unit
- Translation Services

Amended
7/21/2014
CED
\$300,000 from
"Proposed
City CDBG
Activities"

\$ 855,000
\$ 250,000
\$ 250,000
\$ 25,000

Amended
7/21/2014
CED
\$45,000 from
"Proposed
City CDBG
Activities"

Public Service- General

- Youth Services: General
- Employment Services
- Driver's Licenses Recovery/Employment

Amended
7/22/14
Common
Council
\$300,000 to
"Proposed
City CDBG
Activities"

\$ 875,000
\$ 800,000
\$ 100,000

Homebuyer Counseling

\$ 300,000

Homeless Shelters

\$1,100,000

Public Service Total

\$ 4,555,000

2015 Proposed CDBG Entitlement Allocation

(By Category)

II. Planning

➤ Fair Housing Enforcement/Education/ Predatory Lending \$ 137,500

Planning Total \$ 137,500

III. Economic Development (ED)

➤ Special Economic Development \$ 500,000

ED Total \$ 500,000

IV. Capacity Building

➤ Technical Assistance to CBO's \$ 75,000

Capacity Total \$ 75,000

2015 Proposed CDBG Entitlement Allocation

(By Category)

V. Housing

➤ Housing Accessibility Program	\$ 60,000
➤ Neighborhood Improvement Program	\$ 787,850
➤ Milwaukee Builds Program	\$ 500,000
➤ Graffiti Abatement	<u>\$ 80,000</u>
Housing Total	\$ 1,427,850

2015 Proposed CDBG Entitlement Allocation

(By Category Summary)

➤ Public Service	<div style="border: 1px solid black; padding: 5px; width: fit-content;"> Amended 7/21/2014 CED \$345,000 from "Proposed City CDBG Activities" </div>	\$ 4,555,000
➤ Planning		\$ 137,500
➤ Economic Development	<div style="border: 1px solid black; padding: 5px; width: fit-content;"> Amended 7/22/14 Common Council \$300,000 from Public Service </div>	\$ 500,000
➤ Capacity Building		\$ 75,000
➤ Housing		<u>\$ 1,427,850</u>
		\$ 6,695,350

Proposed CITY CDBG Activities	<div style="border: 1px solid black; padding: 5px; width: fit-content;"> Amended 7/21/2014 CED \$345,000 to Public Service </div>	\$ 6,322,650

Mandated Administration (Financial & Programmatic Oversight & Accountability)	<u>\$ 1,482,000</u>
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2015 Proposed CDBG Entitlement Allocation	\$ 14,500,000
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2015 Proposed City CDBG Activities (By Category)

Proposed CITY CDBG Activities

- Administration
- Code Enforcement
- Economic Development
- Housing
- Public Service
- Clearance & Demolition
- Vacant/Blighted Real Estate

Amended 7/21/2014 CED
\$345,000 to Public Service



\$ 6,322,650

Amended 7/22/14
Common Council
\$300,000 from
Public Service

2015 Proposed HOME Entitlement Allocation

(By Category)

I. Housing

➤	Neighborhood Improvement Program	\$ 1,921,000
➤	CHDO Affordable Housing Production	\$ 630,000
➤	CHDO Operating Cost	\$ 200,000
➤	Milwaukee Builds Program	<u>\$ 350,000</u>
		\$ 3,101,000

Proposed CITY HOME Allocation \$ 1,099,000

2015 Proposed HOME Entitlement Allocation **\$ 4,200,000**

Proposed 2015 City HOME Allocation

(By Category)

Proposed CITY HOME Allocation

\$ 1,099,000

- **Administration**
- **Housing**