



AGENDA MEMORANDUM

Action Item for the City Council Meeting of August 25, 2020

DATE: 6/26/2020

TO: Peter Zanoni, City Manager

FROM: Rudy Bentancourt, Housing and Community Development Director

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Resolution amending the FY2019-2020 Consolidated Annual Action Plan

CAPTION:

Resolution adopting a substantial amendment to the City of Corpus Christi's FY2019-2020 Consolidated Annual Action Plan (CAAP), previously adopted by Ordinance No. 031814, for the Community Development Block Grant (CDBG), and the HOME Investment Partnerships Programs funded by the United States Department of Housing and Urban Development (HUD); and authorizing the execution of all documents necessary to implement the Substantial Amendment to the FY2019-2020 with outside organizations.

PURPOSE:

In accordance with HUD and the City of Corpus Christi's (City) 5-year Consolidated Annual Action Plan (CAAP), "Substantial Amendments" are required to amend each CAAP which will trigger a comment period once motion is approved (24 CFR 91.105). A "Substantial Change" is defined by the City to be: Any addition or deletion of the established priorities of activities described in the Consolidated Action Plan and/or Annual Action Plan.

SUMMARY:

In FY2019-2020 and during the adoption of the CAAP, the City of Corpus Christi's Housing and Community Development (HCD) Department awarded Community Development Block Grant (CDBG) funds to Nueces County Mental Health and Intellectual Disabilities in the amount of \$52,126 for the construction of a new parking lot which would double as a half basket ball court after hours. This project was bid out by NCMHID several times. All bids received for this project were much higher than the awarded amount. NCMHID decided to return the funds back to the CDBG program and cancel the project. These funds were reprogrammed into the FY2020-2021 Annual Action Plan approved by 2nd reading on July 28, 2020.

The Housing and Community Development Department also set aside \$350,000 from the HOME Investment Partnerships Program (HOME) for the new construction of FishPond at Corpus Christi. The Developer applied for 4% Housing Tax Credits through the Texas Department of Housing and Community Affairs (TDHCA) as well as a request to HUD to transfer

the vouchers associated with the Sea Gulf Villa Apartments. HUD recently approved the request to transfer the vouchers and TDHCA has awarded the 4% Housing Tax Credits to this project. This project will be the construction of new 112-unit senior citizen affordable housing. Once the project is completed, the existing senior citizen residents will be relocated from the Sea Gulf Villa Apartments. The FishPond at Corpus Christi project is scheduled to begin construction in November 2020.

ALTERNATIVES:

None

FISCAL IMPACT:

The FY2019-2020 CDBG funding for the deleted project in the amount of \$52,126 has been reprogrammed into the FY2020-2021 program year. The FY2019-2020 HOME added project will come from the set aside funds identified in the same program year.

Funding Detail:

Fund:	9045
Organization/Activity:	48004
Mission Element:	132
Project # (CIP Only):	N/A
Account:	570039

RECOMMENDATION:

Staff is recommending the approval of amending the FY2019-2020 Consolidated Annual Action Plan.

LIST OF SUPPORTING DOCUMENTS:

Resolution