

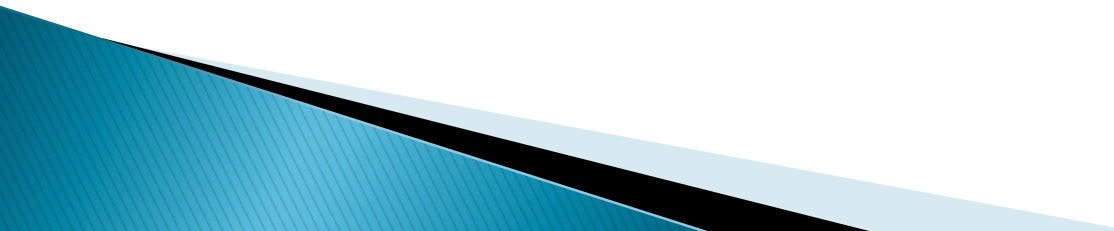


Community Development Block Grant (CDBG)

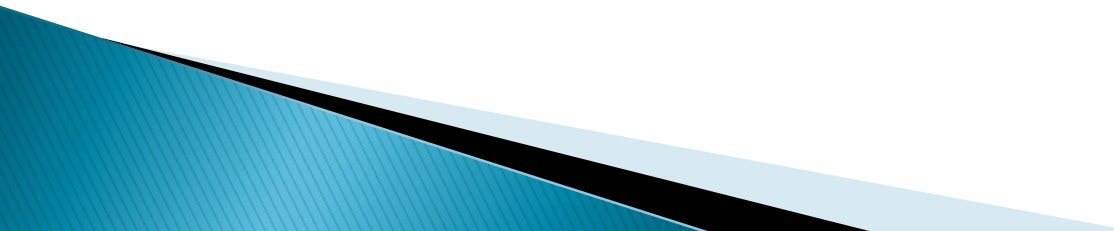
2024 Action Plan

City of Watsonville
Community Development
Department

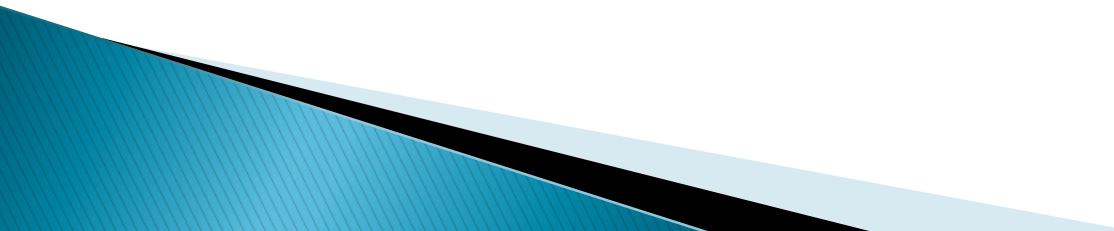
CDBG Program Overview

- ▶ Federal Program established in 1974
 - ▶ City became an Entitlement Jurisdiction in 1994
 - ▶ Consolidated Plan
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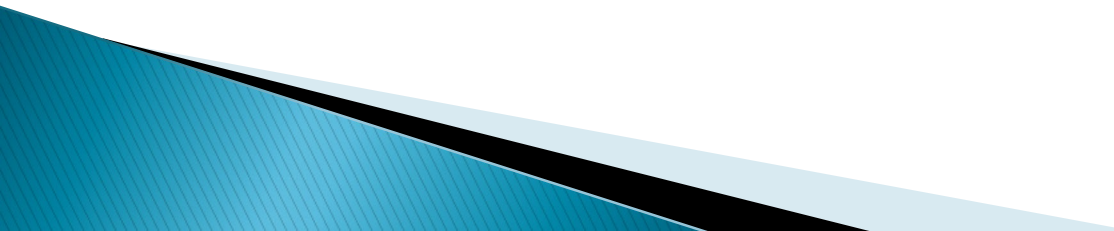
2020-2024 Consolidated Plan

- ▶ An Assessment of the housing and community development needs,
 - ▶ A strategic plan for addressing those needs, and
 - ▶ An annual Action Plan that outlines how the CDBG funds will be used each year
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CDBG National Objectives

- ▶ Benefit Low- to Moderate-Income Persons or Households
 - at or below 80% of County median income
 - ▶ Prevent or Eliminate Slum and Blight
 - ▶ Serve Urgent Community Need
 - Natural Disaster Recovery, urgent public health measures
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Examples of Eligible Activities

- ▶ Affordable Housing:
 - Rehabilitation of housing and other buildings
 - ▶ Public facilities and infrastructure:
 - Construction and improvements of public utility systems, sidewalks, streets, neighborhood centers
 - ▶ Public Services (within limits 15% cap)
 - ▶ Economic development and job creation/retention
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Examples of Ineligible Activities

- ▶ Purchase, construction, or reconstruction of buildings for the general conduct of government
 - ▶ Equipment, operating and maintenance expenses
 - ▶ Political activities
 - ▶ Grants to businesses
 - ▶ Subsistence or welfare-type grants to an individual or family, and
 - ▶ Construction of new housing by local governments
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CDBG Funding Requirements

- ▶ At least 70% of CDBG expenditures must “principally benefit” low- and moderate-income persons (overall benefit)
- ▶ ALL CDBG expenditures must address at least one of the national objectives:
 - Benefit Low- and Moderate-Income persons
 - Prevention or Elimination of Slum and Blight
 - Urgent Community Needs

CDBG Priorities

- ▶ Affordable Housing
 - ▶ Economic Development
 - ▶ Public Services
 - ▶ Public Facilities
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CDBG Funds Available for 2024

Funds	Amount
2024 Entitlement Grant	\$660,935
Program Income (2024 Estimated Receipts)	\$ 80,000
Unused Funds (for re-appropriation)	\$100,000
Total available	\$840,935

2024 CDBG Funding Proposal

Activity Summary	Amount
Public Services (Statutory limit: 15% of total)	\$114,064
Code Enforcement	\$150,000
Economic Development	\$100,000
Public Facilities (Ramsay Park Playground Ph II)	\$156,261
Sec. 108 Loan Repayment	\$172,423
Planning and Administration (Statutory limit: 20% of total)	\$148,187
Total	\$840,935

Staff Recommendation

Staff recommends that following the public hearing, the City Council adopt a Resolution to approve the submittal of the 2024-2025 Annual Action Plan

