

2022-2023 Fourth Program Year HUD Annual Action Plan



Housing & Community
Services/Community
Investments

May 3, 2022



Background



- The City receives an annual allocation of funds for Community Development activities from the U.S. Department of Housing and Urban Development (HUD).
- Funded activities align to the City's goal of creating a livable and sustainable community.
- These funds are used to create strong, sustainable, inclusive communities and affordable housing.



Entitlement Grants



- Community Development Block Grant (CDBG) – used for a wide range of community development needs.
- HOME Investment Partnerships (HOME) – used to create affordable housing for low-income households.
- Emergency Solutions Grant (ESG) – used to address homelessness.



Entitlement Grants



- Award amounts for 2022/2023 are unknown.
- Estimated allocations for the upcoming program year are based on 2021/2022 allocations:
 - CDBG – \$2,968,676
 - HOME – \$1,519,843
 - ESG – \$250,208



Planning Process



- 2019-2024 Consolidated Plan – five-year plan to identify the community needs and spending priorities for CDBG, HOME, and ESG funds.
- Program Year Annual Action Plan – allocates funding amounts for specified activities.
- The Fourth Program Year Action Plan (2022-2023) – due to HUD within 45 days of receiving allocation amounts, and allocates funds for the period from July 1, 2022⁵ through June 30, 2023.



GRC



The Grants Review Committee (GRC):

- Reviewed proposals/applications received from community service providers interested in receiving CDBG, ESG, and HOME funds.
- Conducted a public hearing regarding proposals/applications on February 17, 2022.
- Made selection and funding recommendations.



GRC



- This year's GRC & RFP process informed a two-year funding cycle to close out the Consolidated Planning Period.
 - 2022-2023 & 2023-2024
- The award amounts determined for each agency will be allocated in 2022-2023 and then again in 2023-2024 based on funding availability and performance.
 - Contracts will be structured as a two year contract with an initial allocation and option for renewal.



GRC



- During the 2019-2024 Consolidated Planning process, the Council expressed the desire to give preference to qualified entities that have not received three consecutive years of CDBG, HOME or ESG funding.
- As this is Fourth Program Year Action Plan, this is the first year this preference was implemented.



CDBG (24 CFR Part 570)



- Meets national objectives:
 - Benefit low to moderate income
 - Prevent slums or blight
 - Address urgent community needs
- Used for eligible spending activities.
- Not less than 70% of spending must benefit low to moderate income persons.



CDBG- Public Facilities and Infrastructure Improvements



Total allocated: \$214,753

- Funding proposed for public facility and/or infrastructure improvements in a high priority funding area, including Affordable Housing Fund pilot areas.



CDBG- Housing Activities



Total allocated: \$1,046,136

- Home Repair program - \$686,136
- Home Repair administration - \$360,000



CDBG- Administration



Total allocated: \$585,113

- Program management - \$506,614
- Indirect costs - \$28,499
- Consolidated Plan Activities - \$50,000



CDBG- Public Services



Total allocated: \$1,122,674

- Office of Community Services - \$385,000
- Housing & Community Services - \$75,000
- Domestic Violence Shelter Services - \$250,000
- Youth Crime Prevention and Enrichment - \$212,674
- Summer Youth Employment - \$200,000



CDBG- GRC - DV Shelter



Total allocated: \$250,000

- Catholic Charities Harbor House - \$89,422
- StepStone, Inc. Transitional Housing - \$27,217
- Wichita Family Crisis Center - \$133,361



CDBG- GRC - Youth Services



Total allocated: \$212,674

- YMCA Middle School After School - \$113,387 to provide an after-school program for 3,000 youth in 13 middle schools
- Kansas Big Brothers/Big Sisters - \$36,613 to serve 90 youth with volunteer mentors



CDBG- Youth Services



Total allocated: \$212,674

- Park and Recreation; Planeview Youth Activity Program - \$62,674



CDBG- Youth Employment



Total allocated: \$200,000

- The total 2022-23 allocation will be utilized during the summer of 2023 for The Way to Work (TWTW) summer youth employment program.
- TWTW summer youth employment program is currently being implemented with funds from the 2021-22 allocation.



CDBG- Allocation Spreadsheet



CDBG Allocations, 2022-2023 (May 3, 2022)					
5-Year Consolidated Planning Period: (PY2019- PY2023)					
	1st Program Year	2nd Program Year	3rd Program Year	4th Program Year	
COMMUNITY DEVELOPMENT BLOCK GRANT	2019-2020	2020-2021	2021-2022	2022-2023	Amount Available
Public Facilities and Infrastructure Improvements	COUNCIL ALLOCATION	COUNCIL ALLOCATION	COUNCIL ALLOCATION	RECOMMENDATION	after 2022-2023 allocation
PUBLIC WORKS & UTILITIES	\$100,000	\$100,000	\$0	\$214,753	\$374,753
High Priority Funding Area Infrastructure Improvements	\$100,000	\$100,000	\$0	\$214,753	\$374,753
- Sycamore Sidewalk ADA Improvement	\$40,000				
METROPOLITAN AREA BUILDING & CONSTRUCTION DEPARTMENT	\$50,000	\$100,000	\$0	\$0	\$106,717
Demolition and Clearance of Dangerous and Unsafe Buildings	\$50,000	\$100,000	\$0	\$0	\$106,717
SPECIAL ECONOMIC DEVELOPMENT/BUSINESS ASSISTANCE	\$50,000	\$270,000	\$50,000	\$0	\$370,000
Commercial Building Facade Improvement Program	\$50,000	\$50,000	\$50,000	\$0	\$150,000
Small Business Assistance Program		\$220,000	\$0	\$0	\$220,000
TOTAL CAPITAL/DEMOLITION/ECONOMIC DEVELOPMENT PROJECTS	\$200,000	\$470,000	\$50,000	\$214,753	\$851,470
TOTAL AMOUNT USED FROM UNALLOCATED	\$0	\$125,000	\$0	\$0	\$0
COMMUNITY DEVELOPMENT BLOCK GRANT	2019-2020	2020-2021	2021-2022	2022-2023	Amount Available
Housing Activities	COUNCIL ALLOCATION	COUNCIL ALLOCATION	RECOMMENDATION	RECOMMENDATION	after 2022-2023 allocation
HOME IMPROVEMENT PROGRAM SERVICES	\$961,776	\$892,776	\$1,046,136	\$1,046,136	\$1,599,974
Home Improvement Program Administration	\$389,000	\$320,000	\$320,000	\$360,000	\$360,000
Home Repair	\$572,776	\$572,776	\$726,136	\$686,136	\$1,239,974
LAND BANK PILOT- AFFORDABLE HOUSING	\$0	\$0	\$377,427	\$0	\$377,427
TOTAL HOUSING PROJECTS	\$961,776	\$892,776	\$1,423,563	\$1,046,136	\$1,977,401
TOTAL AMOUNT USED FROM UNALLOCATED	\$0	\$0	\$75,000	\$0	\$0



CDBG- Allocation Spreadsheet



COMMUNITY DEVELOPMENT BLOCK GRANT	2019-2020	2020-2021	2020-2021	2022-2023	Amount Available
Administration and Planning - 20% CAP	COUNCIL ALLOCATION	RECOMMENDATION	RECOMMENDATION	RECOMMENDATION	after 2022-2023 allocation
HOUSING AND COMMUNITY SERVICES	\$561,318	\$586,326	\$585,113	\$535,113	\$535,113
CDBG Indirect Costs	\$115,062	\$124,102	\$131,943	\$28,499	\$28,499
CDBG Program Management	\$446,256	\$462,224	\$453,170	\$506,614	\$506,614
UPCOMING CONSOLIDATED PLAN	\$0	\$0	\$0	\$50,000	\$50,000
Mandated Consolidated Plan Activities	\$0	\$0	\$0	\$50,000	\$50,000
TOTAL ADMINISTRATION	\$561,318	\$586,326	\$585,113	\$585,113	\$585,113
TOTAL AMOUNT USED FROM UNALLOCATED	\$0	\$0	\$0	\$0	\$0



CDBG- Allocation Spreadsheet



COMMUNITY DEVELOPMENT BLOCK GRANT	2019-2020	2020-2021	2021-2022	2022-2023	Amount Available
Public Services - \$1,163,310 Cap	COUNCIL ALLOCATION	COUNCIL ALLOCATION	RECOMMENDATION	RECOMMENDATION	after 2022-2023 allocation
CITY MANAGER'S OFFICE - OFFICE OF COMMUNITY SERVICES	\$385,000	\$385,000	\$385,000	\$385,000	\$385,000
Atwater	\$127,186	\$127,186	\$127,186	\$127,186	\$127,186
Colvin	\$136,158	\$136,158	\$136,158	\$136,158	\$136,158
Evergreen	\$121,656	\$121,656	\$121,656	\$121,656	\$121,656
HOUSING AND COMMUNITY SERVICES	\$68,500	\$74,316	\$0	\$75,000	\$75,000
Housing First Project Coordinator	\$68,500	\$74,316	\$0	\$75,000	\$75,000
DOMESTIC VIOLENCE SHELTER SERVICES	\$250,000	\$250,000	\$250,000	\$250,000	\$250,000
Catholic Charities Harbor House	\$97,000	\$90,000	\$97,155	\$89,422	\$89,422
StepStone, Inc.	\$23,000	\$23,000	\$23,593	\$27,217	\$27,217
Wichita Family Crisis Center (formerly YWCA)	\$130,000	\$127,000	\$129,252	\$133,361	\$133,361
Raise My Head Foundation	\$0	\$10,000	\$0	dna	-
YOUTH CRIME PREVENTION AND ENRICHMENT	\$180,000	\$200,000	\$200,000	\$212,674	\$212,674
YMCA- Middle School After School	\$90,000	\$105,000	\$115,000	\$113,387	\$113,387
Big Brothers Big Sisters	\$30,000	\$33,000	\$35,000	\$36,613	\$36,613
Mental Health Association of South Central Kansas	\$20,000	\$0	dna	dna	-
Real Men Real Heroes - Future Heroes	\$10,000	\$12,000	dna	dna	-
Park & Recreation Youth Program	\$30,000	\$50,000	\$50,000	\$62,674	\$62,674
TOTAL YOUTH CRIME PREVENTION AND ENRICHMENT	\$180,000	\$200,000	\$200,000	\$212,674	\$212,674
TOTAL AMOUNT USED FROM UNALLOCATED	\$0	\$0	\$50,000	\$0	\$0
TRAINING AND EMPLOYMENT	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000
The Way to Work	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000
TOTAL TRAINING AND EMPLOYMENT	\$200,000	\$200,000	\$200,000	\$200,000	\$200,000
TOTAL AMOUNT USED FROM UNALLOCATED	\$0	\$0	\$0	\$0	\$0
TOTAL PUBLIC SERVICES (CAP = \$1,163,310)	\$1,083,500	\$1,109,316	\$1,035,000	\$1,122,674	\$1,122,674



HOME-GRC - CHDO Set-aside



- Minimum 15% of the total annual HOME allocation.
- At the recommendation of staff, the GRC elected to defer a vote on CHDO Set-Aside funding to allow the Affordable Housing Review Board to make funding recommendations to Council upon establishment.
- CHDO Set-Aside will be managed out of the HDLP program allocation.



HOME



Total allocated: \$1,519,843

- Program Administration and Indirect Charges - \$151,984
- HOMEownership 80- \$463,792
- Housing Development Loan Program - \$1,029,067



HOME- Allocation Spreadsheet



HOME Allocations, 2022-2023 (May 3, 2022)					
5-Year Consolidated Planning Period: (PY2019- PY2023)					
	1st Program Year	2nd Program Year	3rd Program Year	4th Program Year	
HOME INVESTMENT PARTNERSHIPS PROGRAM	2019-2020	2020-2021	2021-2022	2022-2023	Amount Available
HOME Activities	COUNCIL ALLOCATION	COUNCIL ALLOCATION	RECOMMENDATION	RECOMMENDATION	after 22-23 allocation
HOME Investment Partnerships Administration (10%)	\$132,586	\$143,983	\$143,321	\$143,929	\$510,733
HOME Indirect Costs	\$6,146	\$9,211	\$8,663	\$8,055	\$8,055
HOME Operating Funds for CHDO's	\$50,000	\$50,000	\$25,000	\$0	\$0
HOMEownership 80 Program	\$444,711	\$256,307	\$0	\$463,792	\$900,000
Housing Development Loan Program (HDLP)	\$500,000	\$400,000	\$662,452	\$729,067	\$1,025,422
CHDO Set Aside- HDLP	-	-	-	\$300,000	\$300,000
Wichita Housing Authority - RAD	\$0	\$406,217	\$406,217	\$0	\$1,113,950
TOTAL HOME PROJECTS	\$1,133,443	\$1,265,718	\$1,245,653	\$1,644,843	\$3,858,160
TOTAL AMOUNT FROM PRIOR YEARS UNALLOCATED	\$0	\$0	\$0	\$125,000	\$125,000
HOME INVESTMENT PARTNERSHIPS PROGRAM	2019-2020	2020-2021	2021-2022	2022-2023	Amount Available
CHDO Set Aside Projects (15% total grant)	COUNCIL ALLOCATION	COUNCIL ALLOCATION	RECOMMENDATION	RECOMMENDATION	after 22-23 allocation
TOTAL CHDO SET ASIDE	\$253,882	\$269,145	\$274,190	\$0	\$546,659
Mennonite Housing Rehab Services	\$186,000	\$197,028	\$200,000	\$0	\$472,469
Single Family Home Development	\$186,000	\$197,028	\$200,000	\$0	\$472,469
Power CDC	\$0	\$72,117	\$0	\$0	\$0
Single Family Home Development	\$0	\$72,117	\$0	\$0	\$0
Jakub's Ladder	\$67,882	\$0	\$74,190	\$0	\$74,190
Single Family Home Development	\$67,882	\$0	\$74,190	\$0	\$74,190
Unallocated CHDO Set Aside Funding	\$0	\$0	\$0	\$0	\$0
TOTAL CHDO SET ASIDE PROJECTS	\$253,882	\$269,145	\$274,190	\$0	\$546,659
TOTAL AMOUNT FROM PRIOR YEAR UNALLOCATED	\$0	\$0	\$0	\$0	\$0



Emergency Solutions Grant (ESG)



- HUD requires jurisdictions to consult with the Continuum of Care (COC) about the allocation of ESG funds. Our COC is administered by the United Way of the Plains.
- The COC coordinating team (CCCT) reviewed proposals from community service providers interested in receiving ESG funds for homeless assistance and prevention programs on February 15, 2022.



ESG



- The CCCT made selection and funding recommendations for the GRC.
- Participated in the GRC public hearing regarding proposals/applications on February 17, 2022.



ESG- GRC - Homeless Assistance



Total allocated: \$135,628

- Harbor House - \$14,000
- St. Anthony Family Shelter - \$20,000
- HumanKind Inn - \$18,000
- Salvation Army - \$8,000
- United Methodist Open Door - \$29,967
- Wichita Family Crisis Center - \$15,661
- Wichita Children's Home - \$30,000



ESG- GRC - Homeless Prevention



Total allocated: \$38,146

- Center of Hope - \$25,000
- The Salvation Army - \$13,146



ESG



Total allocated: \$250,208

- Homeless Assistance - \$135,628
- Homeless Prevention - \$38,146
- Rapid Re-Housing - \$57,669
- Program Administration and Indirect Charges - \$18,765



ESG- Allocation Spreadsheet



ESG Allocations, 2022-23 (May 3, 2022)					
5-Year Consolidated Planning Period: (PY2019- PY2023)					
	1st Program Year	2nd Program Year	3rd Program Year	4th Program Year	
Emergency Solutions Grant	2019-2020	2020-2021	2021-2022	2022-2023	Amount Available
Homeless Assistance	COUNCIL ALLOCATION	COUNCIL ALLOCATION	RECOMMENDATION	RECOMMENDATION	after 2022-2023 allocation
HOMELESS ASSISTANCE - 60% CAP	\$135,628	\$135,628	\$135,628	\$135,628	\$135,628
Catholic Charities - Harbor House	\$17,163	\$17,163	\$17,163	\$14,000	\$14,000
Catholic Charities - St. Anthony Family Shelter	\$23,846	\$23,846	\$23,846	\$20,000	\$20,000
Human Kind Ministries (formerly Inter-Faith Inn)	\$12,347	\$22,819	\$22,819	\$18,000	\$18,000
Inter-Faith Warming Souls Shelter	\$10,472	\$0	\$0	\$0	-
The Salvation Army	\$13,567	\$13,567	\$13,567	\$8,000	\$8,000
United Methodist Open Door - Homeless Resource Center	\$38,156	\$38,156	\$38,156	\$29,967	\$29,967
Wichita Family Crisis Center (formerly YWCA)	\$20,077	\$20,077	\$20,077	\$15,661	\$15,661
Wichita Children's Home	dna	\$0	dna	\$30,000	\$30,000
New Life Re-Entry Program	dna	dna	dna	\$0	-
HOMELESS PREVENTION	\$38,146	\$38,146	\$38,146	\$38,146	\$43,146
Center of Hope - Rent Assistance	\$23,841	\$25,000	\$25,000	\$25,000	\$25,000
Salvation Army-Emergency Social Services	\$14,305	\$13,146	\$8,146	\$13,146	\$13,146
HOPE Dellrose	dna	\$0	\$5,000	dna	\$5,000
RAPID RE-HOUSING	\$45,184	\$53,029	\$57,669	\$57,669	\$108,613
City of Wichita- Housing and Community Services	\$45,184	\$53,029	\$57,669	\$57,669	\$108,613
HOMELESS MANAGEMENT INFORMATION SYSTEM (HMIS)	\$1,311	\$1,311	\$0	\$0	\$0
United Way of the Plains	\$1,311	\$1,311	\$0	\$0	\$0
PROGRAM ADMINISTRATION - 7.5% CAP	\$17,859	\$18,495	\$18,765	\$18,765	\$18,765
City of Wichita- Housing and Community Services	\$12,107	\$16,867	\$16,837	\$16,938	\$16,938
City Indirect Cost	\$5,752	\$1,628	\$1,928	\$1,827	\$1,827



Financial Considerations



- HOME Program regulations include a requirement for 25% local match.
 - Match obligation is satisfied with permit fee waivers, additional grants and loans for down payment assistance provided through local financial institutions and CHDOs, and other funding or reduced charges offered by CHDOs and other organizations receiving HOME Program development subsidy loans.
- ESG regulations require dollar for dollar local match.
 - Match is satisfied with City and County Housing First funding, and funding provided through homeless services providers.



Financial Considerations



- There is no impact to the General Fund.
- Development of a Consolidated Plan and an Annual Action Plan are required for receipt of Federal funds.
- HUD funding allocations are estimated, and as such, it is required to outline what adjustments will be made to each source in the event allocations are higher or lower than estimated.
- In the event actual allocations are greater than 20% higher or lower than estimated, the department must re-start the citizen participation process and come back before City Council.



Financial Considerations- CDBG



- CDBG program management, including administration and indirect costs, will be reduced or increased to the maximum 20% of the total grant amount.
- If the grant is less than anticipated, an amount equivalent of up to 20% of the reduced funding will be deducted from the Infrastructure Projects line item.
 - If deduction is not sufficient to cover the reduced funding, the balance will be deducted from Home Repair projects.
- If the grant is greater than anticipated, an amount equivalent of up to 20% of the increased funding will be added to the Infrastructure Projects line item.



Financial Considerations- HOME



- HOME program management, including administration and indirect costs, will be reduced or increased to the maximum 10% of the total grant amount.
- If the grant is less than anticipated, an amount equivalent of up to 20% of the reduced funding will be deducted from the HDLP line item.
- If the grant is greater than anticipated, an amount equivalent of up to 20% of the increased funding will be added to the HDLP line item.



Financial Considerations- ESG



- ESG program management, including administration and indirect costs, will be reduced or increased to the maximum 7.5% of the total grant amount.
- If the grant is less than anticipated, an amount equivalent of up to 20% of the reduced funding will be deducted from the Rapid Rehousing line item.
- If the grant is greater than anticipated, an amount equivalent of up to 20% of the increased funding will be added to the Rapid Rehousing line item.



Recommendation



- It is recommended that the City Council close the public hearing, approve the approximate funding allocations and staff and Grants Review Committee recommendations, authorized staff to make adjustments as described in the Financial Consideration section upon receipt of HUD grant allocations, authorize submission of the 2022-2023 Annual Action Plan to the U. S. Department of Housing and Urban Development upon receipt of HUD grant allocations, and authorize the funding agreements and necessary signatures.



2022-2023 Fourth Program Year HUD Annual Action Plan



Housing & Community
Services/Community
Investments

