CITY COUNCIL AGENDA ITEM

Date: October 13, 2011

To: John Szerlag, City Manager

From: Mark F. Miller, Director of Economic & Community Development
Cindy Stewart, Community Affairs Director

Subject: Request to Waive Recapture of Community Development Block Grant 2009 Funds

Background

The U.S. Department of Housing and Urban Development (HUD) mandates that Community Development Block Grant (CDBG) balances not exceed 1.5 times the current program year allocation sixty (60) days prior to the end of the program year (February 28th).

The Oakland County Board of Commissioners adopted a policy allowing communities to protect funds from their two most recent program years to help comply with this regulation

All unobligated 2009 and older funds are at risk of recapture December 31, 2011. The City of Troy may protect unobligated 2009 funds from recapture for one additional year by requesting a waiver.
A separate Waiver request form must be submitted for each 2009 line item to the Manager of the Oakland County Community & Home Improvement Division no later than December 1, 2011.

Recommendation

It is recommended that Council authorize to waive recapture of the Community Development Block Grant (CDBG) 2009 Funds. We have not spent the 2009 funds as of this date in order to accumulate a large amount to be able to pay for the Flood Drain Improvement project in Section 36.