



CITY COUNCIL ACTION REPORT

April 4, 2012

TO: John Szerlag, City Manager

FROM: Mark Miller, Director of Economic & Community Development
Cindy Stewart, Community Affairs Director

SUBJECT: Public Hearing – Re-programming Community Development Block Grant (CDBG) Program Year 2008, 2009, 2010 and 2011 funds

The Public Service/Yard Service account for CDBG program year 2008 has a balance of \$29,993.30; the Public Service/Yard Service account for CDBG program year 2009 has a balance of \$50,388.00; the Parks Recreational account for CDBG program year 2009 has a balance of \$67,609.54; the Public Service/Yard Service account for CDBG program year 2010 has a balance of \$52,191.00; and the Parks Recreational account for CDBG program year 2011 has a balance of \$86,985.

The balance of funds from Program Years 2008, 2009 and 2010 must be expended or relinquished.

The proposed Flood Drain Improvement project in Section 36 consisting of installing storm drains with catch basins on Lovington Street, Minnesota to Dequindre is an extremely large project. Additional funding is needed to complete this project.

The Section 36 Park Project will be completed this summer with \$25,000 from Program Year 2011 funds, and no additional funds from 2008, 2009 or 2010 are needed.

Unexpended funds for CDBG Program Year 2008 and the CDBG Program Year 2009 funds must be exhausted by December 31, 2012 in order for the City to be reimbursed by Oakland County through the CDBG Program.

City Management recommends reprogramming CDBG Program Year 2008 unexpended funds in the amount of \$29,993.30; CDBG Program Year 2009 unexpended funds of \$50,388.00 from Public Services (Yard Services) and \$67,609.54 from Parks Recreational; CDBG program year 2010 unexpended funds of \$52,191.00 from Public Services (Yard Services); and CDBG Program Year 2011 unexpended funds of \$61,985.00 from Parks Recreational (**total of \$262,166.84**) should all be re-programmed to Flood Drain Improvements in order to complete the project on Lovington Street, Minnesota to Dequindre in Section 36.