



CITY COUNCIL ACTION REPORT

October 24, 2006

TO: Phillip L. Nelson, City Manager

FROM: Brian P. Murphy, Assistant City Manager/Services
Timothy L. Richnak, Public Works Director

SUBJECT: Community Development Block Grant (CDBG) 2007 Application

Background:

- While the City of Troy has not been provided current information on 2007 funding levels, Oakland County has advised us to use \$166,316.00 as our planning estimate for the program year 2007.
- The following projects are being recommended for the 2007 CDBG program:

○ Flood Drain Improvements:		
Lovington Storm Sewer – Minnesota to Dequindre		\$ 93,816.00
○ Home Chore Program:		70,000.00
○ Administration:		<u>2,500.00</u>
	○ TOTAL:	\$166,316.00
- The Subrecipient Agreement is currently being reworked by Oakland County to comply with the requirements of the HUD Audit. The County anticipates providing revised document and instructions early in 2007 for signature. City staff will provide an update to the City Council once the revised documents are provided.

Financial Considerations:

- Oakland County will allow participating communities to spend a maximum of 45% of their annual allocation on public services. (It was 50% in the past). We are currently at 42.09%. In the event our allocation is reduced by HUD we will have to decrease the portion we reserved for Home Chore.

Legal Considerations:

- There are no legal considerations associated with this item.

Policy Considerations:

- There are no policy considerations associated with this item.

Options:

- It is recommended that Council approve the Community Development Block Grant (CDBG) 2007 application.