



CITY COUNCIL REPORT

December 5, 2009

TO: Phillip L. Nelson, City Manager

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

SUBJECT: Community Development Block Grant Information

Background:

- Oakland County will allow participating communities to spend a maximum of 45% of their annual CDBG allocation on public services. This action will ensure compliance with federal regulations. We are currently allocating 44.09% of the funds for public services and servicing 81 seniors. As listed on the attached information senior residents that are being served are disabled (33), between the age of 80 and 94 meeting income guidelines (25), other seniors age 62 and above with income below \$14,700 (13) and other seniors age 62 and above with income between \$14,701 - \$18,000 (10).

Financial Considerations:

- The budgeted amount includes funds for lawn service, snow removal, spring and fall yard clean up, gutter cleaning, tree trimming and tree removal.

Legal Considerations:

- There are no legal considerations associated with this item.

Policy Considerations:

- Enhance the livability and safety of the residents through CDBG funding. (goal #1)

Options:

- CDBG funds are subject to federal procurement standards. The City of Troy has the option to self administer or procure a service provider to administer CDBG eligible projects on its behalf. CDBG funds may not be treated as gifts or donations.

CDBG APPROPRIATIONS:		PUBLIC SERVICES AMOUNT	%
2001	\$213,290.00	\$50,000	23.44%
2002	\$213,290.00	\$50,000	23.44%
2003	\$213,290.00	\$60,000	28.13%
2004	\$195,344.00	\$70,000	35.83%
2005	\$184,795.00	\$70,000	37.88%
2006	\$166,316.00	\$70,000	42.09%
2007	\$165,141.00	\$70,000	42.09%
2008	\$158,321.00	\$71,010	44.09%
2009	\$158,321.00 (tentative)	\$71,010.00	44.09%

Following is a synopsis of our Home Chore Program details:

Total Residents: = 81

Residents qualified due to disability: = 33

Residents between 80 & 94 yrs old
(Could qualify by disability but used low income = 25

Residents with income below \$14,700 = 13
(This figure is the "extremely low income" amount established by the U.S. Department of Housing and Urban Development)

Residents with income between \$14,701 - \$18,000 = 10

7. U.S Department of Housing and Urban Development (HUD) Income Limits – The federally funded Community Development Block Grant (CDBG) program relies on U.S. Department of Housing and Urban Development annual income level data to determine program eligibility. The following income limits for HUD funded programs are effective as of 2/19/08.

PERSONS PER HOUSEHOLD	EXTREMELY LOW INCOME (30%)	VERY-LOW INCOME (50%)	LOW INCOME (80%)
1	14,700	24,450	39,150
2	16,800	27,950	44,750
3	18,850	31,450	50,350
4	20,950	34,950	55,900
5	22,650	37,750	60,400
6	24,350	40,550	64,850
7	26,000	43,350	69,350
8	27,700	46,150	73,800