



CITY COUNCIL ACTION REPORT

April 7, 2010

TO: John Szerlag, City Manager

FROM: Mark Miller, Acting Assistant City Manager/Economic Development Services
Timothy Richnak, Public Works Director

SUBJECT: Public Hearing – Re-programming Community Development Block Grant (CDBG) Program Year 2007 funds

Background:

- The Flood Drain Improvements account for CDBG program year 2007 has a balance of \$92,641.00.
- 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 not available at this time.
- The balance of funds from Program Year 2007 must be expended or relinquished.
- Oakland County has recommended continuing the walking path project in Section 36 Park, located south of Maple just west of Milverton as an eligible project under the CDBG program. This project would not be subject to Davis-Bacon if completed internally.
- Section 36 Park Walking Path project was initiated after the 2007 CDBG application was submitted, so it was not included on our initial list of projects.

Financial Considerations:

- Unexpended funds for CDBG Program Year 2007 must be exhausted by December 31, 2010 so the City may be reimbursed by Oakland County through the CDBG Program.

Legal Considerations:

- There are no legal considerations associated with this item.

Policy Considerations:

- The proposed re-programming is consistent with City Council Outcome Statement I (Troy has enhanced the health and safety of the community and Outcome Statement II (Troy adds value to properties through maintenance or upgrades of infrastructure and quality of life venues.)

Options:

- City Management recommends reprogramming unexpended CDBG Program Year 2007 funds in the amount of \$92,641.00 from Flood Drain Improvements to Section 36 Park Improvement Project.