



CITY COUNCIL REPORT

June 18, 2010

TO: John Szerlag, City Manager

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

SUBJECT: Program Year 2010 Community Development Block Grant (CDBG)
Allocation

Background:

- The City Council of the City of Troy approved the CDBG 2010 Application on November 9, 2009.
- The U.S. Department of Housing and Urban Development (HUD) released the final funding allocations for 2010 that immediately affect Oakland County's program year 2010 CDBG program.
- Consequently, Oakland County has recalculated its program year 2010 CDBG budget and community allocations by applying the updates to the allocation method and formula authorized by the Oakland County Board of Commissioners.

Financial Considerations:

- The City of Troy's program year 2010 CDBG allocation is \$173,970.00. This figure is \$6,010.00 higher than our planning estimate for the program year 2010.
- The following adjustments to our program year 2010 application will be made to reflect the actual allocation amount.
 - Flood Drain Improvements: \$ 119,279.00
 - Home Chore Program \$ 52,191.00
 - Administration: \$ 2,500.00

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)



L. BROOKS PATTERSON, OAKLAND COUNTY EXECUTIVE

C O U N T Y M I C H I G A N

D E P A R T M E N T O F E C O N O M I C
D E V E L O P M E N T & C O M M U N I T Y A F F A I R S

COMMUNITY & HOME IMPROVEMENT DIVISION
Karry L. Rieth, Manager

June 10, 2010

Dear Community Development Director:

The Community & Home Improvement Division is pleased to inform you that you may now obligate and expend program year (PY) 2010 Community Development Block Grant (CDBG) funds. Enclosed, you will find a copy of your community's project summary showing projects and amounts as approved. ***Please review the project summary carefully. It is the official description of your community's approved 2010 CDBG activities and takes precedence over the CDBG application submitted to this office in the fall of 2009.*** All funds must be expended in compliance with applicable federal, state, and county laws and regulations, and with any restrictions listed on the project summary. The following comments and/or instructions constitute part of your project summary:

- No projects funded in whole or in part by CDBG funds may take place within wetlands areas unless an eight-step environmental review process is followed to determine that no practicable alternative to the project exists and all necessary state permits have been obtained.
- No categorically excluded or environmentally assessed project (coded 2 or 3 respectively on the project summary) funded in whole or in part by CDBG funds, may take place within a 100 or 500 year floodplain as identified by the Federal Emergency Management Agency (FEMA) unless an eight-step process is followed to determine that no practicable alternative to the project exists.

As part of the County's environmental assessment procedures, various local, state, and federal agencies received a copy of the 2010 CDBG application for review and comment. If an agency commented on activities their remarks are included as attachments. These comments also constitute part of your official project summary.

Also enclosed with this letter, project summary, and agency comment(s) (if applicable) is a copy of the 2010 Subrecipient Agreement between your community and Oakland County. The revised agreement based upon U.S. Department of Housing and Urban Development (HUD) guidance is required under federal CDBG regulations and specifies your record keeping, auditing, monitoring, property disposition, environmental, and other responsibilities under the Oakland County CDBG program. It is in effect until all 2010 funds are expended and record keeping, record retention, and audit responsibilities are satisfied as specified in the agreement. Please file your signed copy of the Subrecipient Agreement with your PY 2010 application.

If you have questions regarding the 2010 project summary, Subrecipient Agreement, CDBG regulations or reprogramming requirements contact Carla Spradlin, Planner, at (248) 858-5312. For questions regarding environmental issues, including the location of wetlands and/or floodplains, contact Cherri Janeczek, Environmental Review Officer at (248) 858-1191. Questions regarding reimbursement requests, labor regulations, procurement, or direct benefit activity reports (DBAs) should be directed to Mike Pucher, Contract Compliance Officer, at (248) 858-0196. We look forward to working with you during this new program year.

Sincerely,

Karry L. Rieth
Manager