



Public Hearing on the 2025-29 Consolidated Plan and 2025-26 CDBG and HOME Program Funding

**City Council Meeting
May 6, 2025**



Background

- The U.S. Department of Housing and Urban Development (HUD) provides annual entitlement grants to the City.
 - Community Development Block Grant (CDBG)
 - HOME Investment Partnerships (HOME)
- On March 18, City Council and CPAB held a joint study session to review funding recommendations.



Background (cont.)

- Every five years, the Consolidated Plan, Assessment of Fair Housing, and Citizen Participation Plan are prepared for the CDBG and HOME funding process.
- CDBG and HOME funding recommendations are included in the 2025-26 Annual Action Plan, a component of the 5-Year Consolidated Plan, which is the City's program budget for HUD.



Background (cont.)

- A public hearing notice was published in *The Wave* on April 3, starting the 30-day public review period from April 4 to May 6 for the following documents:
 - ❑ 2025-26 Annual Action Plan
 - ❑ 2025-29 Consolidated Plan
 - ❑ 2025-29 Citizen Participation Plan
 - ❑ 2025-29 Orange County Regional Assessment of Fair Housing
- These documents above must be submitted to HUD to receive funding.



2025-29 Consolidated Plan

- The Consolidated Plan outlines the strategic plan for investing HUD funds over the next five years and is based upon local data, community feedback, and HUD requirements.
- The estimated five years of funding is \$9.4 million in CDBG and HOME funds.
- The Consolidated Plan identifies the following priority areas:
 - ☐ Homeless Services
 - ☐ Community Services
 - ☐ Services for Special Needs Populations
 - ☐ Housing Needs
 - ☐ Community Facility Needs
 - ☐ Infrastructure Needs
 - ☐ Other Housing and Community Development Needs



2025-26 Annual Action Plan

- The Annual Action Plan serves as the first-year implementation plan under the 2025-29 Consolidated Plan.
- The Annual Action Plan includes:
 - ❑ A summary of the recommended programs and projects
 - ❑ Proposed outcomes and performance measures
 - ❑ Funding levels for public services, capital projects, and administration
- The Annual Action Plan functions as the City's formal application to HUD.



2025-26 FUNDING

	<u>CDBG</u>	<u>HOME</u>	<u>TOTAL</u>
Public Services	\$168,179	N/A	\$168,179
Capital & Housing Preservation Projects	\$987,645	\$790,595	\$1,778,240
Administration	<u>\$224,239</u>	<u>\$193,833*</u>	<u>\$418,072</u>
Total Grant Amount	\$1,380,063	\$984,428	\$2,364,491

* Includes \$140,000 of 2020-21 & 2021-22 carry over funding from HOME Administration



CDBG Public Services

	<u>Requested Funding</u>	<u>Funding Recommendation</u>
City of HB - Children's Bureau	\$85,000	\$40,530
City of HB – Senior Center Care Mgmt.	\$46,000	\$30,530
Pathways to Independence	\$40,000	\$20,530
Project Hope Alliance	\$50,000	\$20,530
Robyne's Nest	\$75,000	\$40,529
StandUp for Kids OC	<u>\$33,478</u>	<u>\$15,530</u>
TOTAL	\$329,478	\$168,179

Remaining Funds to Allocate = \$0



CDBG CAPITAL & HOUSING PRESERVATION PROJECTS

	<u>Requested Funding</u>	<u>Funding Recommendation</u>
Tenant Based Rental Assistance (TBRA) Program Administration	\$235,000	\$235,000
Housing Rehabilitation Loan/Grant Program	\$350,000	\$381,139
Special Code Enforcement	\$246,506	\$246,506
ADA Curb Cuts/Ramps – Zone 3	<u>\$125,000</u>	<u>\$125,000</u>
TOTAL	\$956,506	\$987,645

Remaining Funds to Allocate = \$0



CDBG ADMINISTRATION

	<u>Requested Funding</u>	<u>Funding Recommendation</u>
CDBG Administration	<u>\$224,239</u>	<u>\$224,239</u>
TOTAL	\$224,239	\$224,239

Remaining Funds to Allocate = \$0



HOME ALLOCATIONS

	<u>Requested Funding</u>	<u>Funding Recommendation</u>
Families Forward TBRA	\$200,000	\$200,000
Mercy House TBRA	\$200,000	\$200,000
Senior Mobile Home TBRA	\$300,000	\$128,841
CHDO Reserve	\$261,754	\$261,754
HOME Administration	\$53,833	\$53,833
Prior FY 20-21 & 21-22 HOME Admin	<u>\$140,000</u>	<u>\$140,000</u>
TOTAL	\$1,155,587	\$984,428

Remaining Funds to Allocate = \$0



2025-29 Citizen Participation Plan

- The Citizen Participation Plan is required to be updated every 5 years.
- The purpose of the Citizen Participation Plan is to:
 - ☐ Reflect current engagement practices and regulatory requirements.
 - ☐ Describe the process for involving residents, stakeholders, and community organizations in the development of HUD-related documents.
 - ☐ Outline the role of the CPAB in the funding process.



2025-29 Regional Assessment of Fair Housing

- This regional assessment included 20 Orange County cities that receive CDBG entitlement funding, along with the County and its urban areas.
- The Assessment of Fair Housing includes:
 - ❑ A summary of regional housing constraints and demographic trends
 - ❑ Identification of contributing factors to fair housing challenges
 - ❑ Shared goals to guide future planning efforts



Housing Rehabilitation Program

- This program provides one-time grants to help low-income homeowners (often seniors on fixed incomes) make essential health and safety repairs — such as fixing leaky roofs, outdated wiring, or plumbing issues.
- Current Grant Limit: \$15,000
- Staff is requesting City Council approval to raise the grant cap to \$20,000 (to reflect rising labor and material costs)
- This program helps maintain and preserve the City's existing housing stock, supporting neighborhood quality, property values, and community stability.



Recommendations

- Adopt Resolution No. 2025-32 approving the following related to the CDBG and HOME Programs:
 - ☐ 2025-26 Annual Action Plan
 - ☐ 2025-29 Consolidated Plan
 - ☐ 2025-29 Citizen Participation Plan
 - ☐ 2025-29 Orange County Regional Assessment of Fair Housing
 - ☐ Increasing the Housing Rehabilitation Grant funding cap from \$15,000 to \$20,000



Questions?

