

TO: James L. App, City Manager
FROM: Ron Whisenand, Community Development Director
SUBJECT: 2009 Community Development Block Grant (CDBG) Program
DATE: March 5, 2009

Needs: For the City Council to conduct a noticed public hearing and decide which activities are to be approved for funding with the City's 2009 Community Development Block Grant (CDBG) funds.

- Facts:
1. The City is expected to have \$308,083 in CDBG funds available for activities in 2009. Of this amount, \$273,000 is the City's 2009 allotment of CDBG funds from HUD, \$32,137 are unused funds from the 2006 Seismic Mitigation Programs, and \$2,946 are unused funds from the Children's Museum.
 2. Of the total of \$308,083 in CDBG funds, \$254,083 (80%) will be available for projects and programs, and \$54,000 (20%) would be used for program administration.
 3. In October 2008, the City received 14 applications for 2009 CDBG funds totaling \$837,371. Attached are a table and a narrative "Summary of the 2009 CDBG Applications", both of which summarize the 14 applications.
 4. Binders containing all of the applications are available at the reference desk in the Library, at the public counter/reception desk at City Hall, and in the Council's office.
 5. CDBG regulations stipulate that at least 70% of each year's allotment be spent on activities that benefit low income persons, that no more than 30% may be spent on activities that eliminate blight, and that 20% of the total may be spent for administration. (CDBG funds spent on administration are assumed to provide benefit to low income persons and to eliminate blight in the 70%/30% ratio.)
 6. CDBG regulations also provide that no more than 15% of each year's funds *may* be used for public service activities such as homeless services, health services, programs for at-risk youth, etc. In 2009, this 15% cap would amount to \$40,950. Public service activities are classified as benefiting low income persons.
 7. If the \$308,083 in CDBG funds are allocated per the ratios mentioned above, the allotments would be as follows:

\$213,133	minimum for low income benefit – non-public service projects
\$ 40,950	maximum for low income benefit – public service programs
\$ 54,000	maximum for administration and capacity-building
\$308,083	Total
 8. At its meeting of November 7, 2008, the City Council directed that the Draft One Year Action Plan for spending the City's allotment of 2009 CDBG funds include the projects listed on the following page.
 - Sidewalks on Riverside Ave and 24th Street;

- Public Services Activities;
- Administration;
- Capacity Building.

9. It should be noted that the City Council is not obligated to approve the tentative allocation contained in the draft plan, and may, upon completion of a public hearing, approve any of the applications and may adjust the amounts of funds to be awarded for any given activity as long as the awards comply with regulatory limits discussed in Facts # 5 and 6.
10. The City Council directed staff to solicit additional information from those applicants for public service grants to supplement the information provided in the applications filed in October. The information provided by public services applicants has been inserted into the binders described in Fact #4 and will be summarized in the Analysis section of this report.

Analysis and
Conclusion:

General

There are many more applications than there will be CDBG funds to support. Criteria upon which decisions on which activities to fund are varied and complex. The criteria used by the City Council for making CDBG funding decisions in prior years include those listed below. It should be noted that the Council has not applied each of the listed criteria for every funded activity.

- Overall benefit of an activity to the City, including the number of persons to benefit from an activity given the amount of funds requested;
- Public health and safety benefits of an activity (including ability to eliminate blight);
- Whether the amount of funds requested is so large that, if an activity was funded, it would preclude other worthy activities from being funded. In such cases, the Council may wish to divide an activity into components that can be carried out over 2 or more years. Examples include the Carnegie Library Disabled Access and Therapy Pool Rehabilitation Projects, both of which were funded over 4 years.
- Thoroughness of an application, not only in the amount of information provided, but in the resources committed by/available to an applicant to carry out the project in a timely manner; (In general, CDBG funds should be able to be spent within 1.5 years of their availability.)
- Since 2001, the Council has made awards for public services, several of which have received more than one year's operating funds.

As noted under Fact #9, above, the Council is not obligated to approve the Draft One Year Action Plan and may approve any of the applications, provided that regulatory limits for certain types of activities are not exceeded.

Public Facilities Projects

The Draft One Year Action Plan defined by the Council on November 7, 2008 proposes the following applications be approved: (with amounts adjusted to reflect actual HUD allocations)

- Sidewalks on Riverside Ave and 24th Street (\$213,133);

- Public Services Activities (\$40,950);
- Administration (\$27,000);
- Capacity Building (\$27,000).

Not recommended for funding include the following:

- Monetary assistance to assist the acquisition of real property in the City for which HASLO intends to construct and manage an 84-unit multifamily project reserved for low-income tenants. This project has received planning entitlements.
- 211 SLO Hotline is requesting monetary assistance to assist in creating a study the effectiveness of the 211 Hotline program. This type of project is considered by federal regulations to be an “administrative” use of CDBG funds, and would be taken from the \$54,000 proposed to be used by the City for administration.

Public Service Applications

All of the applicants for public service funds submitted complete supplemental applications, and an analysis of these is attached. All of the applications are complete and meet federal regulations for use of CDBG funds. The City Council retains the authority and discretion to decide which, if any, of the public service applications they wish to fund. Option A assumes that the Council would elect to fund all of the public service applications to some degree.

There will be substantially fewer CDBG funds that may be used for public services in 2009 (\$40,950) as compared to 2008 (\$44,893). The option shown below would allocate each of the returning organizations about 95% of their 2008 award. The new comers: Senior Nutrition Program of SLO County, and People’s Self-Help Housing Corp. would receive \$1,900

Activity	Request	Suggested Award
EOC Senior Health Screening	2,350	1,900
EOC Teen Academic Parenting	2,850	2,300
Lifestyles Recovery Center, Inc.	12,000	4,750
Transitional Food and Shelter, Inc.	25,000	19,650
The Literacy Council	4,000	1,900
Senior Nutrition Program of SLO County	4,000	1,900
Big Brothers Big Sisters	4,000	1,900
El Camino Homeless Shelter	15,000	4,750
People’s Self-Help Housing Corporation	3,000	1,900
Total	72,200	40,950

Policy

Reference: Federal regulations for the Community Development Block Grant Program

Fiscal

Impact: Participation in the federal CDBG Program has involved and will continue to demand a commitment of staff resources. Utilizing CDBG funds avoids adverse impacts on the City’s General Fund. It should be noted that any funding request that would come from administration would have an equal adverse effect on the City’s Redevelopment Low and moderate Income Housing Fund or the General Fund.

Options:

Upon completion of a public hearing, take one of the following actions:

- a. Option A: Adopt the attached Resolution 09-XX to allocate the City's allotment of 2009 CDBG funds, program income, and unspent CDBG funds as follows:

Sidewalks on Riverside Ave and 24 th Street	\$213,133
Public Services Activities (allocated as shown below)	\$ 40,950
EOC-Senior Health	\$ 1,900
EOC-Teen Academic Parenting Program	\$ 2,300
Lifestyles Recovery Center	\$ 4,750
TFS Motel Voucher.....	\$19,650
Literacy Council	\$ 1,900
Senior Nutrition Program of SLO County.....	\$ 1,900
Big Brothers/Big Sisters	\$ 1,900
El Camino Homeless Organization	\$ 4,750
People's Self-Help Housing Corporation	\$ 1,900
Capacity Building (an administrative use of CDBG funds).....	\$ 27,000
Administration.....	\$ 27,000
Total.....	\$308,083

- b. Amend, modify or reject the proposed activities listed in this report.

Prepared by: Mathew Fawcett, Assistant Planner

Attachments:

1. Resolution adopting an Annual Action Plan for 2009 CDBG Funds
2. Table Summary of the 14 Applications for 2009 CDBG Funds
3. Narrative Summary of 2009 CDBG Applications (with attached correspondence)
4. Analysis of Supplemental Information for Public Service CDBG Applications
5. Newspaper Notice Affidavit

RESOLUTION NO. 09-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES
DETERMINING THOSE PROJECTS TO BE FUNDED WITH THE CITY'S ALLOTMENT
OF 2009 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUNDS

WHEREAS, the City has been notified by the Federal Department of Housing and Urban Development (HUD) that it is entitled to receive Community Development Block Grant (CDBG) funds; and

WHEREAS, via a Cooperation Agreement with the County of San Luis Obispo (hereafter referred to as "County") executed on June 28, 2005, the City waived its individual entitlement status for a period of three years with an option for an automatic three year renewal in order that the County and the cities located therein may qualify as an "Urban County"; and

WHEREAS, on June 2, 2008, the City Council adopted Resolution 08-087 approving a three year renewal of the 2005 Cooperation Agreement; and

WHEREAS, via the Cooperation Agreement, the City retains the authority to determine which projects are to be funded with its allotment of CDBG funds; and

WHEREAS, based on the CDBG entitlement allocation for 2008, the City expects to receive \$273,000 in entitlement CDBG funds in 2009; and

WHEREAS, the City has \$2,947 in unused 2005 CDBG funds from the Children's Museum Rehabilitation Project and \$32,137 in unused 2006 CDBG funds from Seismic Mitigation Programs that can be reprogrammed; and

WHEREAS, in February 2009, the U.S. Congress enacted the American Recovery and Reinvestment Act of 2009 (ADDA), which includes an additional allocation of \$1 billion to the CDBG Program; and

WHEREAS, in the first half of 2009, the City may become eligible for additional CDBG funds under the ADDA in an amount yet to be determined; and

WHEREAS, in August of 2008, the urban county published a "Request for Proposals" for projects to be funded under the 2009 CDBG Programs, which provided that proposals were to be submitted by October 14, 2008; and

WHEREAS, on January 28, 2009, the urban county conducted a public meeting in Atascadero for residents of northern San Luis Obispo County, including the City of Paso Robles, to ascertain the housing and community development needs to be addressed in the Consolidated Plan; and

WHEREAS, about December 2008, the urban county released a Public Review Draft Consolidated Plan, which indicated those projects to be proposed to receive CDBG funds in 2009; and

WHEREAS, on January 21, 2009, the City published a notice in the Tribune, indicating those projects to be proposed in the Annual Action Plan to receive CDBG funds in 2009; and

WHEREAS, at its meeting of March 10, 2009, the City Council conducted a public hearing to obtain public testimony on the proposed Draft Consolidated Plan;

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of El Paso de Robles, California, as follows:

Section 1. Based on an expectation that the City will receive \$273,000 in 2009 CDBG funds and will reprogram \$2,947 in unused 2005 CDBG funds from the Children's Museum Rehabilitation Project and \$32,137 in unused 2006 CDBG funds from Seismic Mitigation Programs to recommend that the Board of Supervisors for the County of San Luis Obispo adopt the 2009 Draft Annual Action Plan, a copy of which shall be kept on file in the Community Development Department, which shall include the following programs to be funded with the City's allotment of CDBG funds:

1. **City of Paso Robles: \$213,133.** This project is initiated by the City of Paso Robles and consists of design and construction of concrete sidewalks and related improvements within the public streets' rights-of-way along the frontage of Paso Robles Event Center (PREC – formerly known as the mid-State Fairgrounds) and adjacent property. Associated improvements that typically accompany sidewalks include: curbs, gutters, concrete drive approaches, street lights, street trees, and storm drains.

This activity qualifies for CDBG funding as a public facility improvement under Section 24 CFR 570.201(c). The national objective achieved is benefit to low and moderate income persons (physically disabled) in accordance with 24 CFR 570.208(a)(2).

This activity would also serve the National Objective of “activities which aid in the prevention or elimination of slums and blight” (24 CFR 570.208(b)) as the project is located in the Redevelopment Project Area and inadequate public improvements are cited as blighting conditions in the Redevelopment Implementation Plan.

2. **Economic Opportunity Commission’s (EOC) Senior Health Program: \$1,900.** This program requests that the City contribute funds to share the costs of operation of a county-wide senior health screening program, which is expected to serve approximately 700 low income seniors county-wide.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

3. **EOC’s Teen Academic Parenting Program (TAPP): \$2,300.** EOC requests that the City contribute a share of the costs to operate a county-wide counseling and child care program for pregnant and parenting teen mothers and fathers in all cities in San Luis Obispo County, which is expected to serve approximately 250 low income persons (mothers, fathers and children) county-wide.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

4. **Lifestyles Recovery Center: \$4,750.** Lifestyles Recovery Center has secured requested funds for operating expenses for their drug and alcohol counseling services for low income persons and for a volunteer training program. The applicant’s project they will serve an estimated 3,500 low income households per year.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

5. **Transitional Food & Shelter’s Motel Voucher and Apartment Program: \$19,650.** TF&S has requested the City to assist in their program of providing motel and apartment rooms for those homeless that are too ill to stay at a shelter. According to the application, 100 low income persons are expected to be served. This number does not include shelter nights.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

6. **The Literacy Council: \$1,900.** The Literacy Program requests the City to contribute a share of the costs to operate a county-wide program to provide English Language classes to an estimated 600 low income adult persons (county-wide). The funds would be used for salaries, equipment and operating expenses for one year.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

7. **Senior Nutrition Program of SLO County: \$1,900.** The Senior Nutrition Program requests the City to contribute a share of the costs to operate a county-wide program to provide hot meals to seniors. Their application indicates that they expect to serve approximately 130 seniors in Paso Robles.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

8. **Big Brothers & Big Sisters: \$1,900.** Big Brothers & Big Sisters requests the City to contribute a share of the costs to operate a county-wide program to provide mentoring services to 240 “at-risk” youth from low income households (county-wide). The funds would be used for salaries, equipment and operating expenses for one year.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

9. **El Camino Homeless Organization: \$4,750.** El Camino Homeless Organization (ECHO) requests the City contribute a share of the costs to operate their homeless shelter at certain churches in Atascadero along with the help of covering costs of providing motel vouchers for homeless that meet certain criteria. Their application indicates that about 25% of their clients come from Paso Robles.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

10. **People’s Self-Help Housing Corporation: \$1,900.** People’s Self-Help Housing Corporation requests the City to contribute a share of the costs to operate work shops throughout the county and one on one counseling that focus on foreclosure prevention and homebuyer education for low-income families. The program is estimated to serve 60 low-income clients county wide.

This activity qualifies for CDBG funding as a public service under Section 24 CFR 570.201(e). The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2).

11. **Capacity-Building: \$27,000.** This activity is classified as an administrative use of CDBG funds. The activity consists of using City staff time to implement programs identified in the City’s Housing Element of the General Plan and in its Redevelopment Implementation Plan to benefit low and moderate income persons and to aid in the prevention or elimination of slums or blight. This activity will further the City’s efforts to provide affordable housing to low and moderate income households.

This activity qualifies for CDBG funding as a planning and “planning-policy-management-capacity building” under Section 24 CFR 570.205. The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2) and elimination of blight in accordance with 24 CFR 570.208(b).

12. **CDBG Program Administration: \$27,000.** The City of Paso Robles has initiated an application to use \$27,000 or about 10 percent of the total amount of 2009 CDBG funds to administer the CDBG program and all of the activities that are approved.

This activity qualifies for CDBG funding as a program administrative costs under Section 24 CFR 570.206. The national objective achieved is benefit to low and moderate income persons in accordance with 24 CFR 570.208(a)(2) and elimination of blight in accordance with 24 CFR 570.208(b).

Section 2. If, after the adoption of this resolution, the City learns that the amount of 2009 CDBG funds varies from the \$273,000 expected, the additional or reduced CDBG funds shall be allocated as follows:

- A. If the amount of change (addition or reduction) is within ten percent (10%) of the expected allocation of \$273,000, the City Manager may administratively direct that the amounts to be allocated to the 12 programs listed in Section 1 of this resolution may be revised in a proportionate manner and subject to conformance with federal regulations for allocating CDBG Funds set forth in 24 CFR Part 570.
- B. If the amount of change (addition or reduction) is greater than ten percent (10%) of the expected allocation of \$273,000, the City Council shall conduct a subsequent public hearing, to be noticed in accordance with federal regulations governing the Consolidated Plan set forth in 24 CFR Part 91 to allocate any additional funds or to distribute any reduction.

PASSED AND ADOPTED by the City Council of the City of Paso Robles this 5th day of March 2009 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

Duane Picanco, Mayor

ATTEST:

Cathy M. David, Deputy City Clerk

CITY OF PASO ROBLES: 2009 CDBG APPLICATIONS

A. Public Facilities, Building Rehab, Housing, Economic Development Projects (National Objective: Low Income Benefit)

#	Applicant	Program/Project	Amount Requested
1	City of Paso Robles	Construct sidewalks on Riverside Ave. and 24 th Street at Paso Robles Event Center	\$200,871
2	Housing Authority of the City of San Luis Obispo (HASLO)	Requests CDBG funds to assist with the acquisition of real property in the City for which HASLO intends to construct and manage an 84-unit multi-family project reserved for low-income tenants.	\$500,000 *
Total Requested			\$700,871
Total Available			\$213,133 **

* HASLO may change request from CDBG to HOME funds.

** Assumes that \$40,950 is used for Category B.

B. Public Services (National Objective: Low Income Benefit)

#	Applicant	Program/Project	Amount Requested
3	Economic Opportunity Commission	Senior Health Screening Program	\$ 2,350
4	Economic Opportunity Commission	Teen Academic Parenting Program	\$ 2,850
5	Lifestyles Recovery Center	Drug and Alcohol Abuse Counseling	\$ 12,000
6	Transitional Food & Shelter	Motel Voucher Program for the homeless	\$ 25,000
7	The Literacy Council	The Literacy Program	\$ 4,000
8	Senior Nutrition Program of SLO	Program that provides meals to seniors.	\$ 4,000
9	Big Brothers & Big Sisters	Mentoring Program for disadvantaged youth	\$ 4,000
10	El Camino Homeless Organization	Homeless shelter operating costs and motel vouchers	\$ 15,000
11	People's Self-Help Housing Corporation	Homebuyer Education/Foreclosure Prevention Counseling	\$ 3,000
Total Requested			\$72,200
Total Available			\$40,950

C. Administration and Capacity-Building

#	Applicant	Program/Project	Amount Requested
12	211 SLO Hotline	Study the effectiveness of the 211 Hotline program	\$ 3,300
13	City of Paso Robles	Capacity-Building Program: activities to implement Housing Element Programs	\$30,500*
14	City of Paso Robles	Administration of City's CDBG Program and all CDBG-funded activities	\$30,500 *
Total Requested			\$64,300
Total Available			\$54,000

* Amounts were based on a previous estimate of available funds.

CITY OF PASO ROBLES: 2009 CDBG APPLICATIONS

Estimated Revenues

2009 HUD Entitlement	273,000.00	Amount expected to be allocated to the City from HUD
Program Income	0.00	Amount from repaid CDBG-funded loans (through September 30, 2008)
Reprogrammed 2005 Funds	2,946.50	Funds unused from the Children's Museum
Reprogrammed 2006 Funds	32,136.87	Funds unused from the Seismic Mitigation
Total	308,083.37	

Expenditure Summary

A. Low Income Benefit- non public service	136,908	Must be at least 70% of \$247,083 (this amount calculated after deducting \$61,000 in administrative funds). May not exceed 30% of \$308,083
B. Blight Elimination	76,225	NOTE: No applications for blight elimination projects were submitted. The tables above, therefore, indicate that the \$74,125 will be combined with the \$126,746 to provide a total of \$200,871 for low income benefit projects.
C. Low Income Benefit - public service	40,950	May not exceed 15% of \$247,083 (this amount calculated before deducting administrative funds).
D. Administration & Capacity-Building	54,000	May not exceed 20% of \$308,083
Total	308,083	

SUMMARY OF 2009 CDBG APPLICATIONS

Public Facilities, Building Rehab, Economic Development Projects

1. City of Paso Robles: **\$213,133**. This project is initiated by the City of Paso Robles and consists of design and construction of concrete sidewalks and related improvements within the public streets' rights-of-way along the frontage of Paso Robles Event Center (PREC – formerly known as the mid-State Fairgrounds) and adjacent property. Associated improvements that typically accompany sidewalks include: curbs, gutters, concrete drive approaches, street lights, street trees, and storm drains.

In the last 4 years, the City of Paso Robles has experienced increased pressure to make all public facilities accessible to the physically-disabled. The PREC is the largest visitor attraction in the City and has the highest degree of urgency for access improvements.

The total project is estimated to cost between \$1.0 million and \$1.5 million. Design of the improvements (including a detailed cost estimate) will be accomplished through the Workforce Housing Reward Funds (WFHR). Additionally, the project will be designed to be completed in two phases using available WFHR, CDBG funds, and later, Redevelopment funds. The figures below will be paid for through CDBG funds from previous and future years. Design of improvements (including a detailed cost estimate) has already been accomplished using State Workforce Housing Reward (WFHR) funds.

The primary beneficiaries of the project will be the physically-disabled. Section 24 CFR 570.208(a)(2)(A) of federal regulations governing the CDBG Program lists the severely disabled as a clientele that is principally more than 51% low income. The project is also located in the City's Redevelopment Project Area, which is defined as a blighted area. The City's Redevelopment Implementation Plan, Section 4 of Chapter III, cites inadequate public improvements as a condition contributing to blight.

2. Housing Authority of the City of San Luis Obispo (HASLO): **\$500,000**. HASLO has requested funds from the City to aid in the acquisition of real property to construct 84 apartment units reserved for low-income tenants. The majority of clients are anticipated to be low, very low, and extremely low income; elderly, disabled and families. The project has already received planning entitlements however no building permits have been submitted for as of now.

This project is not recommended for funding with CDBG funds for the following reasons:

1. \$500,000 nearly doubles the maximum amount of funds allowable for this type of project;
2. Federal regulations require timely expenditure of CDBG funds (generally 1.5 years). The project is not sufficiently ready to proceed as the developer will rely on federal tax credits as the primary funding source, and they have yet to be approved for such funds.

Public Services

3. Economic Opportunity Commission's (EOC) Senior Health Program: **\$2,350**. This program requests that the City contribute funds to share the costs of operation of a county-wide senior health screening program, which is expected to serve approximately 700 low income seniors county-wide.

The City has supported this program since 2001 and allocated \$2,000 in CDBG funds in 2008.

4. EOC's Teen Academic Parenting Program (TAPP): **\$2,850**. EOC requests that the City contribute a share of the costs to operate a county-wide counseling and child care program for pregnant and parenting teen mothers and fathers in all cities in San Luis Obispo County, which is expected to serve approximately 250 low income persons (mothers, fathers and children) county-wide.

The City has supported this program since 2001 and allocated \$2,500 in CDBG funds in 2008.

SUMMARY OF 2008 CDBG APPLICATIONS, Page 2

5. Lifestyles Recovery Center: **\$12,000**. Lifestyles Recovery Center has secured requested funds for operating expenses for their drug and alcohol counseling services for low income persons and for a volunteer training program. The applicant's project they will serve an estimated 3,500 low income households per year.

The City supported this program in 2002, 2003, 2004, and 2006. (Lifestyles did not apply for 2005 or 2007 CDBG funds.) In 2008, the City allocated \$5,000 in CDBG funds for this activity.

6. Transitional Food & Shelter's Motel Voucher and Apartment Program: **\$25,000**. Transitional Food and Shelter has requested the City to assist in their program of providing motel and apartment rooms for those homeless that are too ill to stay at a shelter.

The City has supported this program since 2001 and allocated \$21,375 in CDBG funds in 2008.

7. The Literacy Council: **\$4,000**. The Literacy Program requests the City to contribute a share of the costs to operate a county-wide program to provide English Language classes to an estimated 600 low income adult persons (county-wide). The funds would be used for salaries, equipment and operating expenses for one year.

The City has supported this program since 2002 and allocated \$2,000 in CDBG funds in 2008.

8. Senior Nutrition Program of San Luis Obispo County: **\$4,000**. The Senior Nutrition Program requests the City to contribute a share of the costs to operate a county-wide program to provide hot meals to seniors throughout the county. An estimated 952 seniors (county-wide) will benefit from this program.

This is the first time this organization has applied for CDBG funding.

9. Big Brothers & Big Sisters: **\$4,000**. Big Brothers & Big Sisters requests the City to contribute a share of the costs to operate a county-wide program to provide mentoring services to 240 "at-risk" youth from low income households (county-wide). The funds would be used for salaries, equipment and operating expenses for one year.

The City has supported this program since 2002 and allocated \$2,000 in CDBG funds in 2008.

10. El Camino Homeless Organization: **\$15,000**. El Camino Homeless Organization (ECHO) requests the City contribute a share of the costs to operate their homeless shelter at certain churches in Atascadero along with the help of covering costs of providing motel vouchers for homeless that meet certain criteria. Their application indicates that about 50% of their clients come from Paso Robles.

The City supported this program in 2005, 2007, and 2008. The 2008 allocation was \$5,000.

11. People's Self-Help Housing Corporation: **\$3,000**. People's Self-Help requests that the City contribute a share of costs to operate their group sessions and one and one counseling that focus on homebuyer education and foreclosure prevention. The counseling and group sessions benefits low to moderate income limited clientele as defined by the U.S. Department of Housing and Urban Development.

This is People's Self-Help's first request to the City of Paso Robles for CDBG funds

Administration and Capacity-Building

12. 211 SLO Hotline: **\$3,300**. 211 SLO requests that the City contribute a share of costs to conduct a study of the social services provided by their crisis intervention hotline. It is expected to receive approximately 12,000 calls from low and very low income callers.

This is 211 SLO Hotline's first request to the City of Paso Robles for Administration and Capacity-Building CDBG funds. It is not recommended that this program be funded as doing so would decrease the amount of funds the City could use for administrating the CDBG program.

13. Capacity-Building: **\$27,000**. This activity is classified as an administrative use of CDBG funds. The activity consists of using City staff time to implement programs identified in the City's Housing Element of the General Plan and in its Redevelopment Implementation Plan to benefit low and moderate income persons and to aid in the prevention or elimination of slums or blight. This activity will further the City's efforts to provide affordable housing to low and moderate income households.

The City of Paso Robles has annually conducted a CDBG-funded capacity building program since 1994.

14. CDBG Program Administration. **\$27,000**. The City of Paso Robles has initiated an application to use \$27,000 or about 10 percent of the total amount of 2009 CDBG funds to administer the CDBG program and all of the activities that are approved.

CDBG Regulations provide that no more than 20% of all entitlement and Program Income CDBG funds in any Program Year may be used for administrative purposes. Since becoming entitled to CDBG funds in 1994, the City has split its administrative allotment between grant administration and capacity building.

**City of Paso Robles CDBG Program
Analysis of Supplemental Information for Public Services for 2009 CDBG Applications**

2. The applicants' proposed programs serve clients who live within the following communities:

Activity	Paso Robles	Atascadero	SLO City	Arroyo Grande	Grover Beach	Morro Bay	Pismo Beach	North County	South County/ North Coast
EOC – Senior Health	✓	✓	✓	✓	✓	✓	✓	✓	✓
EOC – Teen Parenting	✓	✓	✓	✓	✓	✓	✓	✓	✓
Lifestyles Recovery Center Inc.	✓	✓	✓			✓		✓	✓
TFS Motel Voucher	✓	✓	✓	✓	✓	✓	✓	✓	✓
Literacy Council	✓	✓	✓	✓	✓	✓	✓	✓	✓
Senior Nutrition Program if SLO	✓	✓	✓	✓	✓	✓	✓	✓	✓
Big Bros/Big Sisters	✓	✓	✓	✓	✓	✓	✓	✓	✓
ECHO	✓	✓						✓	
People's Self-Help Housing Co.	✓	✓	✓	✓	✓	✓	✓	✓	✓

3. To assist the above programs, applicants have applied for 2009 CDBG funds from the following jurisdictions in the amounts indicated.

Activity	Paso Robles	Atascadero	SLO City	Arroyo Grande	Grover Beach	County
EOC – Senior Health	2,350			1,850	3,575	
EOC – Teen Parenting	2,850			1,350		
Lifestyles Recovery Center Inc.	12,000					
TFS Motel Voucher	25,000	14,000	8,300	4,000	3,000	9,000
Literacy Council	4,000	4,000		4,000		
Senior Nutrition Program if SLO	4,000	3,000	5,000	3,000	5,000	20,000
Big Bros/Big Sisters	4,000	5,000		5,000	7,500	
ECHO*	15,000	15,000				30,000
People's Self-Help Housing Co.	3,000	3,000			3,000	3,000

* ECHO applies for CDBG funds to the County (\$30,000) as a back up if they do not receive money from Paso Robles or Atascadero.

4. To assist the above-named program, our organization has applied for funds other than CDBG from the following jurisdictions in the amounts indicated below.

Activity	Paso Robles	Atascadero	SLO City	Arroyo Grande	Grover Beach	County	Morro Bay	Pismo Beach
EOC – Senior Health			3500			25000	1000	1500
EOC – Teen Parenting			11,500					
Lifestyles Recovery Center Inc.								
TFS Motel Voucher		1,000						
Literacy Council			6,000				1,000	
Senior Nutrition Program if SLO		1,000	5,000			30,000		
Big Bros/Big Sisters			7,500			15,000		
ECHO						43,125		
People's Self-Help Housing Co.								

NOTE: Paso Robles does not annually award public services grants outside of the CDBG Program.

**City of Paso Robles CDBG Program
Analysis of Supplemental Information for Public Services for 2009 CDBG Applications**

List the types of funds applied for in the above table:

Activity	Type of funds
EOC – Senior Health	CDBG, Grants-in-Aid, Prevention Health Grant, Aid to Agencies
EOC – Teen Parenting	Grants-in-Aid, SLO Community Foundation
Lifestyles Recovery Center Inc.	None
TFS Motel Voucher	Grants-in-Aid, Human Services Grant
Literacy Council	City of SLO HRC, City of Morro Bay Public Grants
Senior Nutrition Program if SLO	Human Services Grant, Grant-in-Aid, Comm. Based Organization/Prevention Health Grant.
Big Bros/Big Sisters	Grants-in-Aid, Community Based Organization
ECHO	Emergency Shelter Grant
People’s Self-Help Housing Co.	None

5a. Rationale/methodology used to determine the amount of CDBG funds requested from each jurisdiction.

Activity	Rationale	
	Number of clients served per jurisdiction	Historical pattern of support from various jurisdictions
EOC – Senior Health	✓	
EOC – Teen Parenting	✓	
Lifestyles Recovery Center Inc.	✓	
TFS Motel Voucher	✓	✓
Literacy Council	✓	✓
Senior Nutrition Program if SLO	✓	✓
Big Bros/Big Sisters	✓	✓
ECHO	✓	✓
People’s Self-Help Housing Co.	✓	

5b. If your organization serves clients who live within one or more jurisdictions that have a CDBG program, yet your organization did not apply for funds from those jurisdictions, please explain why.

Activity	Rationale
EOC – Senior Health	Because the other jurisdictions support the program through other types funding.
EOC – Teen Parenting	Did not expect funding from Atascadero, City of SLO, and Grover Beach does not except multiple applications.
Lifestyles Recovery Center Inc.	Only 5% of clients are from outside Paso Robles.
TFS Motel Voucher	Not applicable
Literacy Council	Not applicable
Senior Nutrition Program if SLO	Not applicable
Big Bros/Big Sisters	Not applicable.
ECHO	Get a few from out of the county, but only serve north county.
People’s Self-Help Housing Co.	While serve clients from any jurisdiction, only hold group sessions in City’s that have been asked to help fund the program.

City of Paso Robles CDBG Program
Analysis of Supplemental Information for Public Services for 2009 CDBG Applications

6. Detailed list of the sources and corresponding amounts of revenue for programs: both CDBG and non-CDBG, for the present fiscal year (July 1, 2008 – June 30, 2009).

Activity	CDBG	Non-CDBG	Notes
EOC – Senior Health	7,775	57,450	Grants-in-Aid; donations, & other grants
EOC – Teen Parenting	4,200	488,084	Donations, grants, & fundraising
Lifestyles Recovery Center Inc.	12,000	8,000	Donations and community support
TFS Motel Voucher	63,300	48,000	Donations, fund-raising, interest.
Literacy Council	12,000	148,000	Donations, fund-raising, grants
Senior Nutrition Program if SLO	20,000	841,250	Donations, fund-raising, grants
Big Bros/Big Sisters	21,500	297,900	Donations, fund-raising, grants
ECHO	30,000	120,000	Grants, donations, fund-raising
People's Self-Help Housing Co.	12,000	37,500	Cal Reinvestment Corp. and FHLB AHEAD Program give to the organization.

7. Estimated number of clients in the *previous* fiscal year (July 1, 2007 – June 30, 2008):

Activity	Total for whole program	Within Paso Robles	
	# of clients	# of clients	% of total
EOC – Senior Health	651	69	11
EOC – Teen Parenting	283	83	29
Lifestyles Recovery Center Inc.	3,360	3,193	95
TFS Motel Voucher	167	56	33.5
Literacy Council	511	37	7.2
Senior Nutrition Program if SLO	1495	193	12.91
Big Bros/Big Sisters	225	24	11
ECHO	452	113	25
People's Self-Help Housing Co.	128	18	14

8. Estimated number of clients in the *current* fiscal year (July 1, 2008 – June 30, 2009):

Activity	Total for whole program	Within Paso Robles	
	# of clients	# of clients	% of total
EOC – Senior Health	700	70	10
EOC – Teen Parenting	250	70	28
Lifestyles Recovery Center Inc.	3,500	3,325	95
TFS Motel Voucher	100	50	50
Literacy Council	600	45	7.5
Senior Nutrition Program if SLO	952	130	13.67
Big Bros/Big Sisters	240	27	11
ECHO	500	125	25
People's Self-Help Housing Co.	60	15	25

**City of Paso Robles CDBG Program
Analysis of Supplemental Information for Public Services for 2009 CDBG Applications**

9&10. Paid director or administrator.

Activity	Are CDBG funds used for a Director's Salary?	Salary and Benefits
EOC – Senior Health	No	Not applicable
EOC – Teen Parenting	No	Not applicable
Lifestyles Recovery Center Inc.	No	Not applicable
TFS Motel Voucher	No	Not applicable
Literacy Council	No	Not applicable
Senior Nutrition Program if SLO	No	Not applicable
Big Bros/Big Sisters	No	Not applicable
ECHO	No	Not applicable
People's Self-Help Housing Co.	No	Not applicable

Comparison of Paso Robles' Share of All Funds Requested from CDBG, Grants-in-Aid, and County's Community-Based Organization Grant to Paso Robles' Share of Each Activity's Beneficiaries

Activity	CDBG Funds asked from Paso Robles	All Funds Requested	Paso Robles Share of All Funds Requested	Paso Robles Share of Beneficiaries Last Year
EOC – Senior Health	2,350	65,225	4%	3%
EOC – Teen Parenting	2,850	492,284	1%	21%
Lifestyles Recovery Center Inc.	12,000	20,000	60%	25%
TFS Motel Voucher	25,000	111,300	22%	17%
Literacy Council	4,000	160,000	3%	9%
Senior Nutrition Program if SLO	4,000	861,250	0.5%	First Request
Big Bros/Big Sisters	4,000	319,400	1%	5%
ECHO	15,000	150,000	10%	7%
People's Self-Help Housing Co.	3,000	49,500	6%	First Request

* ECHO also applies to the County of SLO (\$30,000) for CDBG funds as a back-up if Paso Robles or Atascadero does not grant them money, therefore that money is not factored into the "All Funds Requested" column.

PROOF OF PUBLICATION

LEGAL NEWSPAPER NOTICES

PLANNING COMMISSION/CITY COUNCIL
PROJECT NOTICING

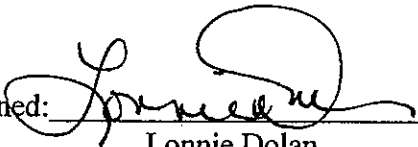
Newspaper: Tribune

Date of Publication: January 21, 2009

Hearing Date: March 5, 2009
(City Council)

Project: Draft 2009 Annual Action Plan
For Federal Community Development Block Grant
(CDBG), Home Investment Partnership (HOME),
Emergency Service Grant (ESG), and American Dream
Downpayment Initiative (ADDI) Programs

I, Lonnie Dolan, employee of the Community
Development Department, Planning Division, of the City
of El Paso de Robles, do hereby certify that this notice is
a true copy of a published legal newspaper notice for the
above named project.

Signed: 
Lonnie Dolan

forms/newsaffi.691

CITY OF EL PASO DE ROBLES
NOTICE OF POSTPONEMENT OF
PUBLIC HEARING
AND
NOTICE OF NEW DATE OF
PUBLIC HEARING
2009 Consolidated Plan

On January 2, 2009, a public notice was published in the Tribune indicating that the City Council of the City of El Paso de Robles would hold a Public Hearing on the Draft 2009 Annual Action Plan for Federal Community Development Block Grant (CDBG), Home Investment Partnership (HOME), Emergency Service Grant (ESG), and American Dream Downpayment Initiative (ADDI) Programs on Thursday, February 5, 2009, at the hour of 7:00 pm. That hearing has been postponed and rescheduled.

The rescheduled hearing will take place on Thursday, March 5, 2009, at the hour of 7:00 pm in the Conference Room at the Paso Robles Library/City Hall, 1000 Spring Street, Paso Robles, California.

At this hearing, the City Council will be deciding which applications for the City's share of 2009 CDBG funds will be approved and will be making a recommendation to the County Board of Supervisors regarding the proposed expenditures of 2009 HOME, ESG, and ADDI Funds.

All interested parties may appear and be heard at the above hearing.

Copies of the staff report with the proposed funding are available at Paso Robles City Hall, 1000 Spring Street, Paso Robles, and will be posted on the City's web site: www.prcity.com prior to the hearing. Copies of the staff report may be purchased at City Hall for the cost of reproduction.

Comments on the Draft 2009 Annual Action Plan may be mailed to the Community Development Department, 1000 Spring Street, Paso Robles, CA 93446 or e-mailed to CDdirector@prcity.com, provided that such comments are received prior to the time of the hearing.

If you have questions about this matter, you may call Ed Gallagher, City Planner, at (805) 237-3970.

Ed Gallagher, City Planner
January 21, 2009 6792754