

TO: James L. App, City Manager  
FROM: Ron Whisenand, Community Development Director  
SUBJECT: 2010 Community Development Block Grant (CDBG) Program  
DATE: March 4, 2010

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 2010 Community Development Block Grant (CDBG) funds and to re-allocate unspent 2007 CDBG funds.

- Facts:
1. The City is expected to have \$329,207 in CDBG funds available for activities in 2010. Of this amount, \$277,207 is the City's expected allotment of 2010 CDBG funds from HUD and \$52,000 are unused 2007 funds that had been allocated to the First 5 Commission to demolish a derelict building on the northwest corner of Spring and 36<sup>th</sup> Streets in order to prepare the site for a Child Development Center on the property.
  2. From the \$277,207 in 2010 CDBG funds, \$222,207 (80%) will be available for projects and programs, and \$55,000 (20%) would be used for program administration. The \$52,000 in 2007 CDBG funds may only be used for public facilities; none of these funds may be used for administration or for public services.
  3. In October 2009, the City received 23 applications for 2010 CDBG funds totaling \$838,600. Attached are a table and a narrative "Summary of the 2010 CDBG Applications", both of which summarize the 23 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 2010, this 15% cap would amount to \$41,581. Public service activities are classified as benefiting low income persons. This year's requests for public services activities funds totals \$107,700.
  7. If the \$329,207 in CDBG funds are allocated per the ratios mentioned above, the allotments would be as follows:  
  
\$232,626 minimum for low income benefit – non-public service projects  
\$ 41,581 maximum for low income benefit – public service programs  
\$ 55,000 maximum for administration and capacity-building  
\$329,207 Total

8. At its meeting of November 17, 2009, the City Council directed that the Draft One Year Action Plan for spending the City's allotment of 2010 CDBG funds include the projects listed on the following page.
  - Sidewalks on Riverside Ave and 24<sup>th</sup> Street;
  - LED Crosswalk at Spring & 26<sup>th</sup> Streets
  - LED Crosswalk at 34<sup>th</sup> & Oak Streets
  - Turtle Creek Sidewalk
  - Public Services Activities;
  - Administration;
  - Capacity Building.
9. In 2007, the City Council allocated \$58,000 to demolish an existing building on the First 5 Site (northwest corner of Spring and 36<sup>th</sup> Streets). The County Office of Education awarded a contract to remove the building at a cost of about \$5,500. The City also spent \$650 to have an archaeological report prepared as part of compliance with the National Environmental Policy Act. This leaves about \$52,000 unspent.
10. On November 17, 2009, the availability of the \$52,000 in unused 2007 CDBG funds from the First 5 Demolition project was not known. Consequently, the City Council did not formulate recommendations for using the additional \$52,000.
11. The addition of new activities to a Program Year funding schedule and the transfer of more than \$25,000 in unspent CDBG funds from any Program Year requires an amendment to that Program Year's Annual Action Plan.
12. As will be discussed in the Analysis and Conclusion Section of this report, two new activities (projects) will be proposed for use of the \$52,000 in 2007 CDBG funds.
13. It should be noted that the City Council is not obligated to approve the tentative allocation of 2010 CDBG funds 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.
14. The City Council directed staff to solicit additional information from 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 discussed 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 #13, 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 – 2010 CDBG Funds

The Draft One Year Action Plan defined by the Council on November 17, 2009 proposes the following applications be approved:

- Sidewalks on Riverside Ave and 24<sup>th</sup> Street (\$46,126);
- LED Crosswalk at Spring and 26<sup>th</sup> Streets (\$28,800);
- LED Crosswalk at 34<sup>th</sup> and Oak Streets (\$16,000);
- Turtle Creek Sidewalk (\$89,700);
- Public Services Activities (\$41,581);
- Administration (\$27,500);
- Capacity Building (\$27,500).

#### Public Facilities Projects – Reallocated 2007 CDBG Funds

Two activities (projects) are offered for consideration by the City Council for the \$52,000 in unspent 2007 CDBG funds from the First 5 Center Demolition Project. More detail on these projects can be found in the attached Narrative Summary of 2010 CDBG Applications.

1. Construction of street improvements (curbs, gutters, sidewalks, street lights, and street trees) along the 36<sup>th</sup> Street frontage of the First 5 Center Site. The First 5 Commission is preparing to construct a scaled-down Early Childhood Center, and only has enough funds to construct street improvements along the Oak Street frontage of the Site. About 130 feet of the site's 290 foot long 36<sup>th</sup> Street frontage does not have curbs, gutters, sidewalks, street lights, and street trees. There is no complete concrete sidewalk on 36<sup>th</sup> Street between Spring and Oak Streets to serve Georgia Brown School students, neighbors, and future users of the First 5 Center. The estimated cost of installing curbs, gutters, and sidewalks in this 130 foot section is \$35,000.
2. Construction of Handicapped Ramps at Intersections on Oak Street, between 13<sup>th</sup> and 17<sup>th</sup> Streets. This project was recently completed. \$30,000 in CDBG-R funds had been budgeted. However, because of an error in estimating the unit quantities of the improvements, the project cost \$47,000. Regular CDBG funds can be used to make up the difference; \$17,000 is needed.

Public Service Applications – 2010 CDBG Funds

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.

The City began to make allocations for public services in 2001. In recent years, the amount of funds requested have greatly exceeded the amount of funds available. The City Council has historically awarded grants to all reasonable applicants. Doing so requires that most applicants receive a lesser amount of CDBG funds than they applied for.

This year’s requests total \$107,700. With only \$41,581 available, the Council will need to decide which programs receive funding and at what level. There are innumerable options for dividing public services activity funds. Three options for the Council’s consideration are:

- A. Historical Pattern. Attached is a “History of CDBG-Funded Public Services Grants” showing allocations to public services since 2001. The applications are grouped into six service categories: Homeless Services, Food, Health, Counseling, Youth, and Seniors. The table shows percentages of grant awards by categories for each year.

The attached table also indicates that certain applicants have consistently received certain amounts. Examples include Transitional Food and Shelter, which has received \$20,000 - \$24,000, ECHO, which has received \$4,000 - \$5,000, Literacy Program, which has received \$2,000 - \$3,000.

A possible schedule for Option A would be as shown in the table below. Additional details to support the suggestion are contained in the attached “2010 CDBG Programs: Public Service Options”.

Activity	Request	Suggested Award
<b>Homeless Services</b>		
PR Fellowship Development (2 <sup>nd</sup> Baptist Church)	16,000	4,500
Transitional Food and Shelter, Inc.	25,000	10,081
El Camino Homeless Shelter	15,000	4,500
<b>Food</b>		
Food Bank	4,000	2,000
Loaves & Fishes	4,500	2,000
<b>Health</b>		
CAPSLO Senior Health Screening	2,350	1,800
Partnership for the Children	10,000	2,000
<b>Counseling/mentoring</b>		
CAPSLO Teen Academic Parenting	2,850	2,200
Lifestyles Recovery Center, Inc.	12,000	4,500
The Literacy Council	4,000	1,800
Big Brothers Big Sisters	4,000	1,800
Transitions Mental Health	2,250	1,000
United Way	2,250	1,000
<b>Youth</b>		
Boys and Girls Club of North SLO County	3,500	2,400
<b>Total</b>	<b>107,700</b>	<b>41,581</b>

- B. Allocate certain percentage of funds by category of service. Staff calculated the average amounts allocated to the six categories shown on the attached “History of CDBG-Funded Public Services Grants” over 10 years and found the following:

Homeless services..... 55%;  
 Food ..... 02%;  
 Health..... 08%;  
 Counseling/mentoring ..... 22%;  
 Youth..... 10%;  
 Seniors ..... 03%.

The above percentages were not specifically identified by the Council. It is merely the historic pattern that has occurred to date. Within this option, the Council could set percentages.

Option B suggests new percentages that place a higher value on food services than previously awarded (10% instead of 2%), given the current state of the economy, and roughly follows historical patterns of grants with some grants being decreased in percentage. A possible schedule for Option B would be as shown in the table below.

Activity	Request	Suggested Award
<b>Homeless Services (50%)</b>		
PR Fellowship Development (2 <sup>nd</sup> Baptist Church)	16,000	10,781
Transitional Food and Shelter, Inc.	25,000	5,000
El Camino Homeless Shelter	15,000	5,000
<b>Food (10%)</b>		
Food Bank	4,000	2,100
Loaves & Fishes	4,500	2,100
<b>Health (10%)</b>		
CAPSLO Senior Health Screening	2,350	2,100
Partnership for the Children	10,000	2,100
<b>Counseling/Mentoring (25%)</b>		
CAPSLO Teen Academic Parenting	2,850	1,500
Lifestyles Recovery Center, Inc.	12,000	3,800
The Literacy Council	4,000	1,500
Big Brothers Big Sisters	4,000	1,500
Transitions Mental Health	2,250	1,000
United Way	2,250	1,000
<b>Youth (5%)</b>		
Boys and Girls Club of North SLO County	3,500	2,100
<b>Total</b>	<b>107,700</b>	<b>41,581</b>

- C. Give all applicants an even share. In this option, there are 13 applications vying for \$41,581. An even share would be \$3,198.53. Since Transitions Mental Health and United Way are the successors to 211 SLO Hotline, their individual applications are considered as half applications with the fair share for each of these being \$1,599.26.
- D. Other. The Council may elect to formulate alternative options for dividing public services funds. They may decide not to award grants to certain applicants. There are no regulations that mandate grant awards.

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 (Historical Pattern Method): Adopt the attached Resolution 10-XX to allocate the City's allotment of 2010 CDBG funds and unspent 2007 CDBG funds as follows:

Public Facilities (2010 CDBG Funds allocated as shown below) .....	\$222,207
Sidewalks on Riverside Ave and 24 <sup>th</sup> Street .....	\$46,126
LED Crosswalk at Spring and 26 <sup>th</sup> Streets.....	\$28,800
LED Crosswalk at 34 <sup>th</sup> and Oak Streets.....	\$16,000
Turtle Creek Sidewalk .....	\$89,700
 Public Facilities (2007 CDBG Funds re-allocated as shown below) .....	 \$ 52,000
36 <sup>th</sup> Street Improvement for First 5 Center .....	\$35,000
Oak Street Handicapped Ramps .....	\$17,000
 Public Services Activities (2010 CDBG funds allocated as shown below) .....	 \$ 41,581
CAPSLO -Senior Health .....	\$ 1,800
CAPSLO -Teen Academic Parenting Program.....	\$ 2,200
Lifestyles Recovery Center .....	\$ 4,500
TFS Motel Voucher.....	\$10,081
Literacy Council .....	\$ 1,800
Boys & Girls Club .....	\$ 2,400
Big Brothers/Big Sisters .....	\$ 1,800
El Camino Homeless Organization .....	\$ 4,500
Food Bank.....	\$ 2,000
Partnership for the Children.....	\$ 2,000
Loaves & Fishes .....	\$ 2,000
Transitions Mental Health .....	\$ 1,000
United Way.....	\$ 1,000
PR Fellowship Development .....	\$ 4,500
 Capacity Building (an administrative use of CDBG funds).....	 \$ 27,500
Administration.....	\$ 27,500
Total.....	\$329,207

- b. Option B (Allocation by Service Category Method): Adopt the attached Resolution 10-XX to allocate the City's allotment of 2010 CDBG funds and unspent 2007 CDBG funds as follows:

Public Facilities (2010 CDBG Funds allocated as shown below) .....	\$222,207
Sidewalks on Riverside Ave and 24 <sup>th</sup> Street .....	\$46,126
LED Crosswalk at Spring and 26 <sup>th</sup> Streets.....	\$28,800
LED Crosswalk at 34 <sup>th</sup> and Oak Streets.....	\$16,000
Turtle Creek Sidewalk .....	\$89,700
 Public Facilities (2007 CDBG Funds re-allocated as shown below) .....	 \$ 52,000
36 <sup>th</sup> Street Improvement for First 5 Center .....	\$35,000
Oak Street Handicapped Ramps .....	\$17,000

Public Services Activities (2010 CDBG funds allocated as shown below).....	\$ 41,581
CAPSLO -Senior Health .....	\$ 2,100
CAPSLO -Teen Academic Parenting Program.....	\$ 1,500
Lifestyles Recovery Center .....	\$ 3,800
TFS Motel Voucher.....	\$10,781
Literacy Council .....	\$ 1,500
Boys & Girls Club .....	\$ 2,100
Big Brothers/Big Sisters .....	\$ 1,500
El Camino Homeless Organization .....	\$ 5,000
Food Bank.....	\$ 2,100
Partnership for the Children.....	\$ 2,100
Loaves & Fishes .....	\$ 2,100
Transitions Mental Health .....	\$ 1,000
United Way.....	\$ 1,000
PR Fellowship Development .....	\$ 5,000
Capacity Building (an administrative use of CDBG funds).....	\$ 27,500
Administration.....	\$ 27,500
Total.....	\$329,207

- c. Option C (Even Share Method): Adopt the attached Resolution 10-XX to allocate the City's allotment of 2010 CDBG funds and unspent 2007 CDBG funds as follows:

Public Facilities (2010 CDBG Funds allocated as shown below).....	\$222,207
Sidewalks on Riverside Ave and 24 <sup>th</sup> Street.....	\$46,126
LED Crosswalk at Spring and 26 <sup>th</sup> Streets.....	\$28,800
LED Crosswalk at 34 <sup>th</sup> and Oak Streets.....	\$16,000
Turtle Creek Sidewalk .....	\$89,700

Public Facilities (2007 CDBG Funds re-allocated as shown below).....	\$ 52,000
36 <sup>th</sup> Street Improvement for First 5 Center .....	\$35,000
Oak Street Handicapped Ramps .....	\$17,000

Public Services Activities (2010 CDBG funds allocated as shown below).....	\$ 41,581
CAPSLO -Senior Health .....	\$ 3,198.53
CAPSLO -Teen Academic Parenting Program.....	\$ 3,198.53
Lifestyles Recovery Center .....	\$ 3,198.53
TFS Motel Voucher.....	\$ 3,198.53
Literacy Council .....	\$ 3,198.53
Boys & Girls Club .....	\$ 3,198.53
Big Brothers/Big Sisters .....	\$ 3,198.53
El Camino Homeless Organization .....	\$ 3,198.53
Food Bank.....	\$ 3,198.53
Partnership for the Children.....	\$ 3,198.53
Loaves & Fishes .....	\$ 3,198.53
Transitions Mental Health .....	\$ 1,599.26
United Way.....	\$ 1,599.26
PR Fellowship Development .....	\$ 3,198.53

Capacity Building (an administrative use of CDBG funds).....	\$ 27,500
Administration.....	\$ 27,500
Total.....	\$329,207

- d. Option D: Amend, modify or reject the proposed activities listed in this report.

Attachments:

1. Resolution Adopting an Annual Action Plan for 2010 CDBG Funds and Re-Programming 2007 CDBG Funds
2. Table Summary of the Applications for CDBG Funds
3. Narrative Summary of CDBG Applications
4. Analysis of Supplemental Information for Public Service CDBG Applications
5. History of CDBG-Funded Public Service Grants
6. 2010 CDBG Program: Public Service Options
7. Newspaper Notice Affidavit



RESOLUTION NO. 10-XXX

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF PASO ROBLES  
DETERMINING THOSE PROJECTS TO BE FUNDED WITH THE CITY'S ALLOTMENT  
OF 2010 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUNDS  
AND \$52,000 IN RE-PROGRAMMED 2007 CDBG FUNDS

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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 2009, the City expects to receive \$277,207 in entitlement CDBG funds in 2010; and

WHEREAS, the City has \$52,000 in unused 2007 CDBG funds from the First 5 Demolition Project that can be reprogrammed; and

WHEREAS, on September 18, 2009, the urban county published a "Request for Proposals" for projects to be funded under the 2010 CDBG Programs, which provided that proposals were to be submitted by October 19, 2009; and

WHEREAS, on September 29, 2009, the urban county conducted a public meeting in Atascadero for residents of the City and of northern San Luis Obispo County to ascertain the housing and community development needs to be addressed in the Consolidated Plan; and

WHEREAS, on February 3, 2010, the urban county conducted a public meeting in Atascadero for residents of northern San Luis Obispo County, including the City of Paso Robles, to accept comments on the Draft 2010 Consolidated Plan; and

WHEREAS, on February 2, 2010, the City published a notice in the Tribune, indicating that a public hearing would be conducted on the Draft 2009 Annual Action Plan on March 4, 2010; and

WHEREAS, at its meeting of March 4, 2010, 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 \$277,207 in 2010 CDBG funds and will reprogram \$52,000 in unused 2007 CDBG funds from the First 5 Demolition Project to recommend that the Board of Supervisors for the County of San Luis Obispo adopt the 2010 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 – Sidewalks on Riverside Avenue and 24<sup>th</sup> Streets: \$46,126.** 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. **City of Paso Robles – LED Lighted Crosswalk at Spring and 26<sup>th</sup> Streets: \$28,800.** This project is initiated by the City of Paso Robles and consists of design and installation of an LED-lighted crosswalk system to enhance public safety, primarily for middle school students walking to and from Flamson Middle School, which is adjacent to this intersection.

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 (area benefit) in accordance with 24 CFR 570.208(a)(1). The intersection is located in Block Group 1 of Census Tract 101; according to the 2000 US Census, 80% of the residents of this block group are of low and moderate income.

3. **City of Paso Robles – LED Lighted Crosswalk at 34<sup>th</sup> and Oak Streets: \$16,000.** This project is initiated by the City of Paso Robles and consists of design and installation of an LED-lighted crosswalk system to enhance public safety, primarily for middle school students walking to and from Georgia Brown Elementary School, which is adjacent to this intersection.

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 (area benefit) in accordance with 24 CFR 570.208(a)(1). The intersection is located in Block Group 1 of Census Tract 101; according to the 2000 US Census, 80% of the residents of this block group are of low and moderate income.

4. **City of Paso Robles – Sidewalks in Turtle Creek Park: \$89,700.** This project is initiated by the City of Paso Robles and consists of removal of an existing and badly-deteriorated asphalt sidewalk with a new Portland Cement sidewalk. The sidewalk serves a senior community and presents a health hazard in its current condition.

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 (area benefit) in accordance with 24 CFR 570.208(a)(1). The section of sidewalk is located in Block Group 1 of Census Tract 102.02; according to the 2000 US Census, more than 51% of the households in this block group are of low and moderate income.

5. **City of Paso Robles – Street Improvements on 36<sup>th</sup> Street, east of Oak Street: \$35,000.** This project is initiated by the City of Paso Robles and consists of design and installation of curb, gutter, sidewalk, street lights, and street trees on a segment of 36<sup>th</sup> Street that has no such improvements to enhance public safety, primarily for middle school students walking to and from Georgia Brown Elementary School, which is adjacent to this intersection, and to the proposed First 5 Early Childhood Development Center, which will be adjacent to this segment.

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 (area benefit) in accordance with 24 CFR 570.208(a)(1). The intersection is located in Block Group 1 of Census Tract 101; according to the 2000 US Census, 80% of the residents of this block group are of low and moderate income.

6. **City of Paso Robles ADA-Compliant Handicapped Ramps: \$17,000.** This project was initiated by the City of Paso Robles with \$30,000 in 2008 CDBG-R Funds and consists of construction of ADA-compliant handicapped ramps at street corners where either there are existing, but non-ADA-compliant handicapped ramps or no handicapped ramps on Oak Street, between 13<sup>th</sup> and 17<sup>th</sup> Streets. The final change order for the project revealed that the City had underestimated quantities of curb, gutter, and sidewalk, and an additional \$17,000 is needed to complete the project.

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 in accordance with 24 CFR 570.208(a)(1) and (a)(2). All ramps constructed under this program are located in Block Group 3 of Census Tract 101, where 51% or more of the households are of low and moderate income. .

7. **Community Action Partnership's (CAPSLO) Senior Health Program: \$1,800.** 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 600 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).

8. **Community Action Partnership's (CAPSLO) Teen Academic Parenting Program (TAPP): \$2,200.** 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 150 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).

9. **Lifestyles Recovery Center: \$4,500.** 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 3,360 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).

10. **Transitional Food & Shelter's Motel Voucher and Apartment Program: \$10,081.** TFS 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, 454 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).

11. **The Literacy Council: \$1,800.** 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 674 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).

12. **Christ Kitchen and CBS Ministry Programs: \$16,000.** This application was filed by Paso Robles Fellowship Development, Inc. (affiliated with the Second Baptist Church) and requests that the City assist their programs of providing meals, showers, and donated clothing for the homeless. According to the application, \$16,000 will benefit 75 persons per day.

The City has supported this program in 2001 and in 2007 with an allocation of \$11,106 in CDBG funds for this activity. In the past, the applicants have demonstrated an ability to spend only about \$5,000 per year. CDBG regulations require that public service grants be spent within one year. Therefore, any award greater than \$5,000 would not likely comply with these regulations.

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).

13. **Big Brothers & Big Sisters: \$1,800.** 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 224 “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).

14. **El Camino Homeless Organization: \$4,500.** 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 24% 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).

15. **Project Learn: \$3,500.** This application was filed by the Boys and Girls Club of North San Luis Obispo County and requests that the City contribute a share of the costs to operate an after-school homework/tutoring program in Paso Robles. An estimated 287 children will benefit from this program.

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).

16. **Transitions Mental Health: \$2,250.** An application for \$4,500 was originally filed by 211 SLO Hotline and requests funds for operating expenses for their program that provides crisis counseling to an estimated 21,400 persons county-wide and 2,300 from Paso Robles. After the application was filed, 211 SLO Hotline was dissolved; its counseling activities were divided between Transitions Mental Health and United Way. Both organizations have indicated a desire to be considered for a grant of CDBG funds. Because this started out as a single application, City staff recommends that the two successor organizations split the request at \$2,250 each.

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).

17. **United Way: \$2,250.** See explanation for Transitions Mental Health, above.

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).

18. **Loaves and Fishes’ Food Pantry: \$4,500.** This application was filed by Loaves and Fishes and requests funds for operating expenses for their program that distributes food to about 25,490 very low income persons in the greater Paso Robles Area. (It is assumed that these figures are based on the number of persons served daily, which will result in duplication as some persons come in several times 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).

19. **Children’s Dentistry Program: \$10,000.** This application was filed by Partnership for the Children and requests funds for operating expenses for their program that provides dentistry to an estimated 100 children in low income households at Clinica de Tolosa at 717 Walnut Drive 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).

20. **Senior Brown Bag Program: \$4,000.** This application was filed by the Food Bank Coalition of San Luis Obispo County and requests that the City contribute a share of the costs to operate a county-wide program to provide food to an estimated 1,100 low income seniors.

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).

21. **Capacity-Building: \$27,500.** 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).

22. **CDBG Program Administration: \$27,500.** The City of Paso Robles has initiated an application to use \$27,500 or about 10 percent of the total amount of 2010 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 2010 CDBG funds varies from the \$277,207 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 \$277,207, the City Manager may administratively direct that the amounts to be allocated to the 22 activities 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 \$277,207, 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 4th day of March 2010 by the following vote:

AYES:  
NOES:  
ABSTAIN:  
ABSENT:

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Duane Picanco, Mayor

ATTEST:

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Lonnie Dolan, Deputy City Clerk

## CITY OF PASO ROBLES: 2010 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 24 <sup>th</sup> Street and Riverside Avenue at Paso Robles Event Center	\$180,450
2	City of Paso Robles	Replace sidewalks on Brookhill Drive in Turtle Creek Park	\$89,700
3	City of Paso Robles	Install an LED-lighted crosswalk at Spring and 26 <sup>th</sup> Streets	\$28,800
4a	City of Paso Robles	Install an LED-lighted crosswalk at Spring and 36 <sup>th</sup> Streets	\$28,800
4b	City of Paso Robles	Install curbs, gutters, sidewalk, street lights, street trees on 36 <sup>th</sup> Street at First 5 Site	\$35,000
4c	City of Paso Robles	Install handicapped ramps on Oak Street	\$17,000
5	City of Paso Robles	Install an LED-lighted crosswalk, 2 handicapped ramps, and a small retaining wall at Oak and 34 <sup>th</sup> Streets	\$44,800
6	Housing Authority of the City of Paso Robles	Community center at Oak Park Public Housing	\$200,000
7	Transitional Food & Shelter	Acquire a Residential Care Home in Atascadero	\$100,000
8	Mission Community Services Corp.	Women's Business Center Program	\$ 5,000
	<b>Total Requested</b>		<b>\$729,550</b>
	<b>Total Available</b>		<b>\$232,626 *</b>

\* Assumes that \$41,581 is used for Category B.

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

#	Applicant	Program/Project	Amount Requested
9	Community Action Partnership of SLO County (CAPSLO - formerly EOC)	Senior Health Screening Program	\$ 2,350
10	CAPSLO	Teen Academic Parenting Program	\$ 2,850
11	Lifestyles Recovery Center	Drug and Alcohol Abuse Counseling	\$12,000
12	Transitional Food & Shelter	Motel Voucher Program for the homeless	\$25,000
13	The Literacy Council	The Literacy Program	\$ 4,000
14	Paso Robles Fellowship Development	Meals, showers, and clothing for the homeless.	\$ 16,000
15	Big Brothers & Big Sisters	Mentoring Program for disadvantaged youth	\$ 4,000
16	El Camino Homeless Organization	Homeless shelter operating costs and motel vouchers	\$15,000
17	Boys and Girls Club of North SLO County	Project Learn (homework completion/tutoring)	\$ 3,500
18a	Transitions Mental Health	211 Crisis Hotline	\$ 2,250
18b	United Way	211 Crisis Hotline	\$ 2,250
19	Loaves and Fishes	Food Pantry	\$ 4,500
20	Partnership for the Children	Dentistry for Low Income Children	\$10,000
21	Food Bank Coalition of SLO County	Senior Brown Bag Program	\$4,000
	<b>Total Requested</b>		<b>\$107,700</b>
	<b>Total Available</b>		<b>\$41,581</b>

### C. Administration and Capacity-Building

#	Applicant	Program/Project	Amount Requested
22	City of Paso Robles	Capacity-Building Program: activities to implement Housing Element Programs	\$27,500
23	City of Paso Robles	Administration of City's CDBG Program and all CDBG-funded activities	\$27,500
	<b>Total Requested</b>		<b>\$55,000</b>
	<b>Total Available</b>		<b>\$55,000</b>

## CITY OF PASO ROBLES: 2010 CDBG APPLICATIONS

### Estimated Revenues

2009 HUD Entitlement	277,207.00	Amount expected to be allocated to the City from HUD
Program Income	0.00	Amount from repaid CDBG-funded loans (through September 30, 2009)
Re-programmed 2007 funds	52,000.00	Unspent funds for First 5 Demolition
Total	329,207.00	

### Expenditure Summary

A. Low Income Benefit- non public service	165,966	Must be at least 70% of \$222,207 (this amount calculated after deducting \$55,000 in administrative funds). May not exceed 30% of \$222,207 (assuming \$55,000 spent on administrative funds).
B. Blight Elimination	66,660	NOTE: No applications for blight elimination projects were submitted. The tables above, therefore, indicate that the \$66,660 will be combined with the \$113,966 to provide a total of \$180,626 for low income benefit projects.
C. Low Income Benefit - public service	41,581	May not exceed 15% of \$277,207 (this amount calculated before deducting administrative funds).
D. Administration & Capacity-Building	55,000	May not exceed 20% of \$277,207
Total	329,207	



## SUMMARY OF 2010 CDBG APPLICATIONS

### Public Facilities, Building Rehab, Economic Development Projects

1. **24<sup>th</sup> Street Sidewalks and Related Improvements: \$180,450.** 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 (south side of 24<sup>th</sup> Street, east of Riverside Avenue, and east side of Riverside Avenue, south of 24<sup>th</sup> Street). Associated improvements would include: curbs, gutters, concrete drive approaches, street lights, street trees, retaining walls, ornamental iron fencing, and crosswalk improvements. This project is "Phase 2" of a project that also includes sidewalks and related improvements along the west side of Riverside Avenue, between 21<sup>st</sup> and 24<sup>th</sup> Streets ("Phase 1").

In 2009, the City's Redevelopment Agency approved an amendment to the Redevelopment Implementation Plan that would allow \$1.5 million in Redevelopment funds to be used for this project. CDBG funds from prior years have been used to prepare design plans for this project. An application for 2010 CDBG funds was prepared to have a place to spend any CDBG funds allocated to other activities that might otherwise go unspent if they could be completed under budget. An award of \$5,000 is suggested as part of Option A for this purpose.

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 amount of funds proposed above for this activity are a "placeholder". On November 2, the City received an updated cost estimate for Phase 1 (Riverside Avenue) improvements which revealed that the City has a sufficient amount of CDBG funds to complete Phase 1 if there are no contingencies. An additional allocation of \$45,000 - \$50,000 would provide a prudent contingency budget. Should there be any unused funds upon completion of the project, they would be put toward Phase 2 improvements.

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).

2. **Reconstruct Damaged Sidewalks in Turtle Creek Park: \$89,700.** This project is initiated by the City of Paso Robles and consists of removing the existing asphalt sidewalk and replacing it with a Portland Cement Concrete sidewalk. The estimated length of the sidewalk is 2,000 linear feet. Minor grading may be necessary to prepare the base and remove tree roots.

In the late 1970's/early 1980's an asphalt sidewalk was installed on the north side of Brookhill Drive, in Turtle Creek Park, which abuts Sierra Bonita Homes, a subdivision of 550 single family attached homes in which residency is limited to persons 40 years or older. However, most residents are seniors (62 or older). Turtle Creek Park is a linear park that follows a creek through the Sierra Bonita Subdivision and offers passive recreation (i.e. walking and picnic tables) primarily to its residents. Over the past 30 years, The asphalt walkway has been damaged by tree roots and other wear and tear. It now presents a tripping hazard to the seniors using the park.

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 on an area-wide basis, as provided in 24 CFR 570.208(a)(2). Turtle Creek Park is located in the heart of Block Group 1 of Census Tract 102.02, and more than 51% of the households in this block group are of low or moderate income.

3. **Install LED-Lighted Crosswalk at Spring and 26<sup>th</sup> Streets: \$28,800.** This project is initiated by the City of Paso Robles and consists of installing an LED-lighted crosswalk adjacent to George Flamson Middle School. The primary beneficiaries of the project would be students that live north of the school.

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 on an area-wide basis, as provided in 24 CFR 570.208(a)(2). Flamson School and the intersection of Spring and 26<sup>th</sup> Streets are located in the heart of Block Group 1 of Census Tract 101 , and more than 51% of the households in this block group are of low or moderate income.

- 4a. **Install LED-Lighted Crosswalk at Spring and 36<sup>th</sup> Streets: \$28,800.** This project is initiated by the City of Paso Robles and consists of installing an LED-lighted crosswalk on a pedestrian route to Georgia Brown Elementary School and the proposed Early Childhood Development Center to be developed by the First 5 Commission/County Office of Education on the northwest corner of Spring and 36<sup>th</sup> Streets. The primary beneficiaries of the project would be students that live east of these school sites.

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 on an area-wide basis, as provided in 24 CFR 570.208(a)(2). Flamson School and the intersection of Spring and 26<sup>th</sup> Streets are located in the heart of Block Group 1 of Census Tract 101 , and more than 51% of the households in this block group are of low or moderate income.

- 4b. **Install Curb, Gutter, Sidewalks, Street Lights, and Street Trees on 36<sup>th</sup> Street, East of Oak Street: \$35,000.** The First 5 Commission, in cooperation with the County Office of Education, proposes to develop an Early Childhood Development Center on the northeast corner of Oak and 36<sup>th</sup> Streets. The project budget does not include street improvements along that portion of the site's 36<sup>th</sup> Street frontage where there are presently no such improvements. This project would provide a continuous paved pedestrian path between Spring and Oak Streets, and would enhance the public safety of pedestrians traveling to and from Georgia Brown Elementary School (on the southwest corner of Oak and 36<sup>th</sup> Street) and the proposed First 5 Center.

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 on an area-wide basis, as provided in 24 CFR 570.208(a)(2). The First 5 Center site is located in Block Group 1 of Census Tract 101 , and more than 80% of the residents in this block group are of low or moderate income.

- 4c. **Install Handicapped Ramps on Oak Street: \$17,000.** This project consists of installing handicapped ramps at 9 locations on Oak Street, between 13<sup>th</sup> and 17<sup>th</sup> Streets. It was initiated in 2009 using an allotment of \$30,000 in 2008 CDBG-Recovery Funds. The actual work completed exceeded the City's estimates in its bid documents by \$17,000.

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 on an area-wide basis, as provided in 24 CFR 570.208(a)(2). The affected section of Oak Street is located in Block Group 3 of Census Tract 101 , and more than 51% of the households in this block group are of low or moderate income.

5. **Install LED-Lighted Crosswalk at Oak and 34<sup>th</sup> Streets: \$44,800.** This project is initiated by the City of Paso Robles and consists of installing an LED-lighted crosswalk on a pedestrian route to Georgia Brown Elementary School. The project would also include construction of a handicapped ramp and retaining wall on the west side of Oak Street and reconstructing a damaged handicapped ramp on the northeast corner of Oak and 34<sup>th</sup> Streets. The primary beneficiaries of the project would be students that live east of the school.

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 on an area-wide basis, as provided in 24 CFR 570.208(a)(2). Flamson School and the intersection of Spring and 26<sup>th</sup> Streets are located in the heart of Block Group 1 of Census Tract 101 , and more than 51% of the households in this block group are of low or moderate income.

6. **Oak Park Public Housing Community Center: \$200,000.** The Housing Authority of the City of Paso Robles has requested funds from the City to build a new community center at Oak Park Public Housing as part of its proposed redevelopment. The redevelopment project would entail the replacement of the existing 148 units and the addition of perhaps as many as 150 additional units. The existing community center at the George Stephan Center would have to be removed as part of this project.

As of October 2009, the Housing Authority, in partnership with the Housing Authority of the County of Monterey (HACM), has applied for about \$38 million dollars in Federal funds (Neighborhood Stabilization Grant 2, a form of ARRA/Stimulus Bill funds) to leverage other funding sources (e.g. Federal Tax Credits) to redevelop Oak Park. The Housing Authority has communicated an expectation that the redevelopment project would likely be carried out in three phases.

According to the application for CDBG funds, NSP2 funds cannot be used to construct a community center. The application also anticipates that the City's Redevelopment Agency would contribute \$166,000 in Redevelopment Funds for this project. However, no application for redevelopment funds has been submitted.

The City is working with the Housing Authority to formulate a development plan for the redevelopment project that will be consistent with the Uptown/Town Centre Specific Plan. Architects for the Housing Authority and the City will meet in late October to attempt to achieve a common vision. Federal regulations generally require that 2010 CDBG funds be spent within 1.5 years or be forfeited. This does not appear to be feasible given the present state of design of the project. Further, it would be premature to attempt to estimate the costs associated of developing a community center until an acceptable development plan is agreed upon by both the Housing Authority and the City. Therefore, it is not recommended that 2010 CDBG funds be awarded to this project.

A better source of funding for this project would be Federal Home Investment Partnership Act (HOME) funds. Although the City is not directly entitled to HOME funds, the County has previously awarded HOME funds to projects such as Chet Dotter Senior Housing, which received more than \$1.1 million in HOME funds.

7. **Acquire a Residential Care Home in Atascadero: \$100,000.** This application was filed by Transitional Food & Shelter and requests that the City contribute funds to share the costs of purchase of a property in Atascadero with three existing units to be converted into a residential care home (6 or fewer residents) for very-low income disabled persons. The applicants have been renting units using funds allocated to their motel voucher program and are seeking to reduce rental costs.

The application dose not specifically state that the applicants would forego an award of public services funds for motel vouchers if this was approved. However, it appears that this is their intent.

## SUMMARY OF 2010 CDBG APPLICATIONS, Page 4

The purchase price of the property is \$500,000, and the applicants would like to install more bathrooms and doors at an estimated cost of \$50,000. According to their application, the sources of the \$550,000 include \$100,000 each in CDBG funds from the cities of Paso Robles and Atascadero and from the County and \$250,000 in HOME funds from the County. (The applicants have applied for \$525,000 in HOME funds as a contingency.) No other sources of funds are proposed.

The County has reported that it has received more than \$6 million in applications for HOME funds, but only \$1.44 million are available. The likelihood of the applicants obtaining sufficient federal funds from the CDBG and HOME programs to accomplish their goal appears to be remote. For this reason, this application is not suggested for inclusion in the Draft One Year Action Plan.

This activity qualifies for CDBG funding as an acquisition by a non-profit organization under Section 24 CFR 570.201(a). The national objective achieved is benefit to low and moderate income persons on a limited clientele basis, as provided in 24 CFR 570.208(a)(2), which defines the homeless as a class of people that are primarily of low and moderate income.

8. **Women's Business Center Program: \$5,000.** This application was filed by Mission Community Services Corp. and requests that the City contribute funds to share the costs of operation of a county-wide program to provide training for small businesses operated or being started by an estimated 40 low income persons. Although the program is entitled "Women's Business", grant recipients need not be women.

In previous years, this application was filed by the Small Business Development Center (SBDC), in partnership with Cuesta College. The City has yet to award CDBG funds for this type of activity. For this reason, this application is not suggested for inclusion in the Draft One Year Action Plan.

This activity qualifies for CDBG funding as a special economic development activity under Section 24 CFR 570.203. The national objective achieved is benefit to low and moderate income persons.

### Public Services

*NOTE: Public Services to low income persons are eligible for CDBG funding 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). Recipients must demonstrate that 51% or more of their clients qualify as low and moderate income persons.*

9. **Senior Health Screening Program: \$2,350.** This application was filed by Community Action Partnership of San Luis Obispo County (CAPSLO, formerly EOC) and 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 600 low income seniors county-wide.

The City has supported this program since 2001 and allocated \$1,900 in CDBG funds in 2009.

10. **Teen Academic Parenting Program (TAPP): \$2,850.** This application was filed by CAPSLO and 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 150 low income persons (mothers, fathers and children) county-wide.

The City has supported this program since 2001 and allocated \$2,300 in CDBG funds in 2009.

11. **Drug/Alcohol Counseling for Youth and Adults: \$12,000.** This application was filed by Lifestyles Recovery Center and requests 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 3,360 low income persons per year.

The City has supported this program since 2002 and allocated \$4,750 in CDBG funds in 2009.

12. **Motel Voucher and Apartment Program: \$25,000.** This application was filed by 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 \$19,650 in CDBG funds in 2009.

13. **The Literacy Program: \$4,000.** This application was filed by the Literacy Council and requests that the City contribute a share of the costs to operate a county-wide program to provide English Language classes to an estimated 674 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 \$1,900 in CDBG funds in 2009.

14. **Christ Kitchen and CBS Ministry Programs: \$16,000.** This application was filed by Paso Robles Fellowship Development, Inc. (affiliated with the Second Baptist Church) and requests that the City assist their programs of providing meals, showers, and donated clothing for the homeless. According to the application, \$16,000 will benefit 75 persons per day.

The City has supported this program in 2001 and in 2007 with an allocation of \$11,106 in CDBG funds for this activity. In the past, the applicants have demonstrated an ability to spend only about \$5,000 per year. CDBG regulations require that public service grants be spent within one year. Therefore, any award greater than \$5,000 would not likely comply with these regulations.

15. **Mentoring Program: \$4,000.** This application was filed by Big Brothers & Big Sisters and requests that the City contribute a share of the costs to operate a county-wide program to provide mentoring services to 224 "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 \$1,900 in CDBG funds in 2009.

16. **Shelter Services: \$15,000.** This application was filed by El Camino Homeless Organization (ECHO) and requests that the City contribute a share of the costs to operate their homeless shelter a church in Atascadero along with the help of covering costs of providing motel vouchers for homeless that meet certain criteria. Their application indicates that they annually provide services to an estimated 550 persons.

The City has supported this program since 2005 and allocated \$4,750 in 2009.

## SUMMARY OF 2010 CDBG APPLICATIONS, Page 6

17. **Project Learn: \$3,500.** This application was filed by the Boys and Girls Club of North San Luis Obispo County and requests that the City contribute a share of the costs to operate an after-school homework/tutoring program in Paso Robles. An estimated 287 children will benefit from this program.

The City has supported Boys and Girls Club educational programs 5 times since 1996. The most recent award was in 2005 with a grant of \$12,564.

- 18a. **Transitions Mental Health: \$2,250.** An application for \$4,500 was originally filed by 211 SLO Hotline and requests funds for operating expenses for their program that provides crisis counseling to an estimated 21,400 persons county-wide and 2,300 from Paso Robles. After the application was filed, 211 SLO Hotline was dissolved; its counseling activities were divided between Transitions Mental Health and United Way. Both organizations have indicated a desire to be considered for a grant of CDBG funds. Because this started out as a single application, City staff recommends that the two successor organizations split the request at \$2,250 each.

The City supported this program in 2005 with a grant of \$5,350.

- 18b. **United Way: \$2,250.** See explanation for Transitions Mental Health, above.

19. **Loaves and Fishes' Food Pantry: \$4,500.** This application was filed by Loaves and Fishes and requests funds for operating expenses for their program that distributes food to about 25,490 very low income persons in the greater Paso Robles Area. (It is assumed that these figures are based on the number of persons served daily, which will result in duplication as some persons come in several times per year.)

The City supported this program in 2005 with a grant of \$5,350.

20. **Children's Dentistry Program: \$10,000.** This application was filed by Partnership for the Children and requests funds for operating expenses for their program that provides dentistry to an estimated 100 children in low income households at Clinica de Tolosa at 717 Walnut Drive in Paso Robles.

The City supported this program in 2005 with a grant of \$3,000.

21. **Senior Brown Bag Program: \$4,000.** This application was filed by the Food Bank Coalition of San Luis Obispo County and requests that the City contribute a share of the costs to operate a county-wide program to provide food to an estimated 1,100 low income seniors.

The City supported Harvest Bag, which later merged with the applicant, in 2007 with a grant of \$800. The City also directly supported the applicant in with a grant of \$31,000 to establish the Paso Robles office.

### Administration and Capacity-Building

22. **Capacity-Building: \$27,500.** 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.

**SUMMARY OF 2010 CDBG APPLICATIONS, Page 7**

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

23. CDBG Program Administration. **\$27,500**. The City of Paso Robles has initiated an application to use \$27,500 or about 10 percent of the total amount of 2010 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.

## History of CDBG - Funded Public Service Grants

Federal Year →	2001	%	2002	2003	2004	2005	2006	2007	2008	2009	%
<b>Homeless Services</b>											
2nd Baptist Church	36,150							10,669			
TFS Vouchers	24,000		24,000		20,000	24,000	20,503	21,000	21,373	19,881	
ECHO						2,000		4,000	5,000	4,800	
<b>Subtotal</b>	<b>60,150</b>	<b>97%</b>	<b>24,000</b>	<b>24,000</b>	<b>20,000</b>	<b>26,000</b>	<b>20,503</b>	<b>35,669</b>	<b>26,373</b>	<b>24,681</b>	<b>59%</b>
<b>Food</b>											
Loaves & Fishes					4,650	5,350					
Harvest Bag							800				
Senior Nutrition										1,950	
<b>Subtotal</b>	<b>0</b>	<b>0%</b>	<b>0</b>	<b>0</b>	<b>4,650</b>	<b>5,350</b>	<b>800</b>	<b>0</b>	<b>0</b>	<b>1,950</b>	<b>5%</b>
<b>Health</b>											
CAPSLO Senior Health	2,000		4,000	5,000	4,000	2,500	2,000	2,000	2,000	1,950	
CAPSLO 40 Wonderful			2,000	2,000	1,700	1,500	1,200				
Clinica de Tolosa						3,000					
<b>Subtotal</b>	<b>2,000</b>	<b>3%</b>	<b>6,000</b>	<b>7,000</b>	<b>5,700</b>	<b>7,000</b>	<b>3,200</b>	<b>2,000</b>	<b>2,000</b>	<b>1,950</b>	<b>5%</b>
<b>Counseling/Mentoring</b>											
CAPSLO Teen Parenting			3,600		3,000	2,000	1,600	2,000	2,500	2,350	
Lifestyles Counseling			6,800	6,100	4,000	4,500	4,500		5,000	4,800	
Literacy Program			2,500	3,000	2,000	3,000	2,200	2,500	2,000	1,950	
Big Bro/Big Sis			6,000	7,250	3,000	4,000	1,575	2,500	2,000	1,950	
Peoples' Self-Help Hsg										1,950	
SLO 211 Hotline									2,000		
<b>Subtotal</b>	<b>0</b>	<b>0%</b>	<b>18,900</b>	<b>19,950</b>	<b>12,000</b>	<b>9,000</b>	<b>9,875</b>	<b>7,000</b>	<b>13,500</b>	<b>13,000</b>	<b>31%</b>
<b>Youth</b>											
UCP Childcare			4,000								
Boys & Girls Club				6,300	5,000	12,564					
CASA						2,600			1,000		
Youth Arts Foundation							15,000				
Assistance League									2,000		
<b>Subtotal</b>	<b>0</b>	<b>0%</b>	<b>4,000</b>	<b>6,300</b>	<b>5,000</b>	<b>15,164</b>	<b>15,000</b>	<b>0</b>	<b>3,000</b>	<b>0</b>	<b>0%</b>
<b>Seniors</b>											
Caring Callers					3,000	3,500	3,000	2,500			
Rides for Seniors								3,000			
<b>Subtotal</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>3,000</b>	<b>3,500</b>	<b>3,000</b>	<b>5,500</b>	<b>0</b>	<b>0</b>	
<b>TOTAL</b>	<b>62,150</b>	<b>100%</b>	<b>52,900</b>	<b>57,250</b>	<b>50,350</b>	<b>66,014</b>	<b>52,378</b>	<b>50,169</b>	<b>44,873</b>	<b>41,581</b>	<b>100%</b>



**2010 CDBG Program:  
Public Service Options**

**Option A - Historical**

<b>Activity</b>	<b>Original Request</b>	<b>Option A (Staff Report)</b>	<b>2,009 Award</b>	<b>Last Award (Pre-2009)</b>	<b>Year of Last Award</b>
<b>Homeless Services</b>					
TFS Motel Voucher	25,000	10,081.00	19,881	21,373	2008
ECHO	15,000	4,500.00	4,800	5,000	2008
PR Fellowship Development	16,000	4,500.00	0	11,106	2007
<b>Food</b>					
Food Bank *	4,000	2,000.00	0	800	2006
Loaves & Fishes	4,500	2,000.00	0	5,350	2005
<b>Health</b>					
CAPSLO-Senior	2,350	1,800.00	1,950	2,000	2008
Partnership for the Children	10,000	2,000.00	0	3,000	2005
<b>Counseling/Mentoring</b>					
CAPSLO-TAPP	2,850	2,200.00	2,350	2,500	2008
Literacy Council	4,000	1,800.00	1,950	2,000	2008
Big Brothers/Big Sisters	4,000	1,800.00	1,950	2,000	2008
Lifestyles Recovery Center	12,000	4,500.00	4,800	5,000	2008
Transitions Mental Health	2,250	1,000.00	0	1,000	2008
United Way	2,250	1,000.00	0	1,000	2008
<b>Health</b>					
Boys & Girls Club	3,500	2,400.00	0	12,564	2005
<b>Total</b>	<b>107,700</b>	<b>41,581</b>			

\* As Harvest Bag

\*\* As 211 SLO Hotline (\$2,000 award divided between Transitions Mental Health and United Way)

**Option B - Categorical**

<b>Activity</b>	<b>Original Request</b>	<b>Option B (Staff Report)</b>	<b>Percent by Category</b>
<b>Homeless Services (50%)</b>			
TFS Motel Voucher	25,000	10,781.00	
ECHO	15,000	5,000.00	
PR Fellowship Development	16,000	5,000.00	
Subtotal		20,781.00	49.98%
<b>Food (10%)</b>			
Food Bank	4,000	2,100.00	
Loaves & Fishes	4,500	2,100.00	
Subtotal		4,200.00	10.10%
<b>Health (10%)</b>			
CAPSLO-Senior	2,350	2,100.00	
Partnership for the Children	10,000	2,100.00	
Subtotal		4,200.00	10.10%
<b>Counseling/Mentoring (25%)</b>			
CAPSLO-TAPP	2,850	1,500.00	
Literacy Council	4,000	1,500.00	
Big Brothers/Big Sisters	4,000	1,500.00	
Lifestyles Recovery Center	12,000	3,800.00	
Transitions Mental Health	2,250	1,000.00	
United Way	2,250	1,000.00	
Subtotal		10,300.00	24.77%
<b>Youth (5%)</b>			
Boys & Girls Club	3,500	2,100.00	5.05%
<b>Total</b>	<b>107,700</b>	<b>41,581</b>	

PROOF OF PUBLICATION

LEGAL NEWSPAPER NOTICES

PLANNING COMMISSION/CITY COUNCIL  
PROJECT NOTICING

Newspaper: Tribune

Date of Publication: February 2, 2010

Meeting of: March 4, 2010  
(City Council)

Project: 2010 Consolidated Plan and Amendment to 2007 Annual Action Plan

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 PUBLIC HEARING

2010 Consolidated Plan and Amendment to 2007 Annual Action Plan

NOTICE IS HEREBY GIVEN that the City Council of the City of El Paso de Robles will hold a Public Hearing on the following issues:

1. The Draft 2010 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. The Annual Action Plan is a component of the 5 year Consolidated Plan for these funding programs. The City Council will be deciding which applications for the City's share of 2010 CDBG funds will be approved and will be making a recommendation to the County Board of Supervisors regarding the proposed expenditures of 2010 HOME, ESG, and ADDI Funds.
2. An amendment to the 2007 Annual Action Plan for CDBG Funds to re-allocate approximately \$52,000 of \$58,000 in CDBG funds that had been allocated to the First 5 Commission of San Luis Obispo County to demolish an existing building on the northwest corner of Spring and 36th Streets in order to prepare a site for an early childhood learning center. The City Council will be deciding which applications/activities will be funded with the reallocated CDBG funds.

This hearing will take place in the Conference Room at the Paso Robles Library/ City Hall, 1000 Spring Street, Paso Robles, California, on Thursday, March 4, 2010, at the hour of 7:00 pm.

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

**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](http://www.prcity.com) one week 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](mailto: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 or send email to [ed@prcity.com](mailto:ed@prcity.com).

Ed Gallagher, City Planner  
February 2, 2010 6607362