



MEMORANDUM

City of Angels City Council

Date: 8/20/2024

To: City Council

From: Michelle Gonzalez, Finance Director and Amy Augustine, AICP – City Planner

Re: **Rescind Resolution No. 24-50, Amendment to the Standard Agreement Issued Under the 2020 Community Development Block Grant Program Coronavirus Response (CDBG-CV) Accepting an Additional \$66,355.00 and Replace with the Following Resolutions.**

Resolution No. 24-64, Approving an Amendment to the Standard Agreement 20-CDBG-CV1-00116 and Resolution No. 24-65, Approving an Amendment to the Standard Agreement CDBG-CV 2/3-00247, Amy Augustine, City Planner

Recommendation:

Approve Resolutions 24-64 & 24-65.

Background/Discussion:

The Council approved Resolution 24-50 on June 18, 2024, which combined both grants into one resolution. However, the CDBG has requested that the City separate the amounts into two resolutions, one for each grant.

The City received \$315,465 in Community Development Block Grant (CDBG) COVID relief (CV) funds for the following projects located at Utica Park:

CDBG Grant	Purpose	Grant Amount	Surplus Requested
CV-2/3 00247	Add a bathroom near the existing kitchen to allow its use as a commercial kitchen during emergencies	\$197,520	\$49,355.00
CV-2/3	Kitchen upgrades to convert it to a commercial kitchen to be used during emergencies	\$49,941	\$0.00
CV-1	Add a generator to the kitchen to allow use during emergencies and install emergency signage	\$68,004	\$17,000.00

CDBG Grant	Purpose	Grant Amount	Surplus Requested
Total		\$315,465.00	\$66,355.00

The California Department of Housing and Community Development (HCD) had a small amount of Community Development Block Grant Coronavirus (CDBG-CV) funding remaining to encumber for existing construction projects that experienced unanticipated cost increases, with a limit of 25% of the original project budget per request.

The City requested and was granted the additional \$66,355 in surplus funds to cover the following cost overruns:

1. \$49,355 towards the new bathroom. The lowest responsible bid was \$249,000 and has been awarded. This exceeded the CDBG budget by \$51,480. The remaining \$2,125 will be covered by the City's Rural Recreation and Tourism Grant.
2. \$17,000 towards banner poles and a new propane tank and lines to support the kitchen generator. The installation of a generator for the commercial kitchen to support operations during emergencies required removing, replacing, upsizing, and relocating the small propane tank previously adjacent to the kitchen. This cost was not anticipated and will be covered by the additional funds. Banner poles were designed and engineered as part of the CDBG grant; however, the budget was insufficient for construction and installation. The requested funds would go towards those costs.
3. No additional funding is requested for kitchen equipment, which has already been purchased.

To amend the agreement in accordance with state regulations, the resolution for amending the contracts must either be signed by the Mayor, or the City must have an ordinance allowing the Mayor to delegate that authority to the City Administrator. Pending an update to the municipal code, staff recommends adopting the attached resolution to be signed by the Mayor so that the City may proceed with executing grant agreements for these additional funds.

Strategic Plan Alignment

A3 Conservation & Open Space Protect the health and safety of people and property in the city from natural and man-made hazards. The funded improvements will assist in supporting the community during emergencies.

A8 Public Safety Prepare city staff, agencies, and citizens to respond in a coordinated and cooperative manner to emergency situations. The funded improvements will assist in supporting the community during emergencies. The grant funds will, in part, pay for a new propane tank to run the new generator at the Utica Park kitchen to support the community during emergencies.

C4 Public Facilities and Services Maintain or increase the levels of service currently available within Angels Camp for public works facilities and infrastructure including roads, sidewalks, drainage facilities, public buildings, and other public facilities. The funded improvements expand the use of the city's public kitchen for commercial, recreational and emergency uses in addition to improving park restrooms.

C7 Public Facilities and Services Maintain or increase the levels of service currently available within Angels Camp for park facilities and infrastructure. The funded improvements expand the use of the city's public kitchen for commercial, recreational and emergency uses in addition to improving park restrooms.

Financial Impact

The \$49,355 in surplus funds for the new bathroom may be reallocated to the City's Rural Recreation and Tourism Grant. (Note: The addition of a second bathroom stall for \$60,000 was separately allocated from the general fund.) The \$17,000 will be used towards the replacement of the propane tank and the banner signs.

Attachments

- A. Resolution 24-64
- B. Resolution 24-65