

Staff Report

SUBJECT:	CDBG Required Change to Funding Allocations for 2020-2021 Program Year
DATE	January 21, 2020
FROM:	Christina Taylor, Community Development Director
TO:	Mayor, and City Council Members

Background and Analysis:

Each year the City applies for Community Development Block Grant (CDBG) funds for expenditure in the City of Beaumont. The amount estimated for this year for all programs is \$173,900. In previous years, the City has funded approximately \$20,000 in non-profit requests and reserved the remaining funding for City and neighborhood improvement projects.

The proposed application requesting County approval of CDBG projects is divided into two sections: public non-profit programs and public improvement projects. Council approval is to authorize the preparation and submittal of the County of Riverside Community Development Block Grant Program Application to the Riverside County Economic Development Agency.

The City received two applications for public non-profit programs, each requesting funding in the amount of \$20,000. On November 19, 2019, City Council awarded the Boys & Girls Club of the San Gorgonio Pass and Life Lifters International funding in the amount of \$20,000 each. Staff submitted the applications and award information to CDBG but was informed that the \$40,000 award exceeds the established 15% maximum a City can award non-profit programs.

According to the program administrator for Riverside County CDBG, the funding awarded by Council needs to be modified and resubmitted. Council has a maximum of \$26,085 to award for non-profit programming. This amount can be awarded to one applicant or divided between the two applicants as long as the awards meet the above stated criteria. Additionally, the Riverside County CDBG program requires a minimum \$10,000 award to any program for the County to act as the program administrator.

Fiscal Impact:

Amounts to be funded by CDBG funds plus the cost of staff time to prepare documentation and agreements.

Recommended Action:

Revise CDBG funding award for Fiscal Year 20-21 and authorize staff to submit a revised funding award to the Riverside County EDA CDBG program.

Attachments:

- A. Boys & Girls Club of the San Gorgonio Pass Application
- B. Life Lifters International Application