



CITY OF CLEARLAKE

City Council

STAFF REPORT

SUBJECT: Consideration of City of Clearlake 17-CDBG-DR-MHP Contract amendment and adding 18-CDBG-DR -MHP Phase II Funds to City contract.

MEETING DATE:

SUBMITTED BY: Alan Flora, City Manager

PURPOSE OF REPORT: ☐ Information only ☐ Discussion ☒ Action Item

WHAT IS BEING ASKED OF THE CITY COUNCIL/BOARD:

The City Council is being asked to approve Resolution No. 2022-47, Replacing Resolution 2022-04 and Resolution No. 2020-36 to include additional project funding providing by the Department of Housing and Community Development CDBG-DR program. The additional funds will be added to the City of Clearlake 2018-CDBG-DR-MHP contract.

BACKGROUND/DISCUSSION:

The City of Clearlake was awarded \$1,157,983 under the 2017 CDBG Disaster Relief Multi Family Housing Program funding allocation pursuant to the declaration of the federal disaster for the Sulphur Fire that occurred in 2017. An additional \$3,797,101 was provided from the County of Lake 2018 CDBG-DR allocation to bring the total grant award to the City of Clearlake to \$4,955,084.00. The project applications received exceeded the funding available and the city requested additional funding from the state to support the projects. The State reviewed their allocation and approved the request to allocate and additional \$1,853,816 to the City. The total award for the 2017 and 2018 CDBG-DR funding to the City of Clearlake will be \$6,808,900.

The City has approved one project (Danco/Oak Valley Villas) and construction is currently underway. The second project (Chelsea Investments/Clearlake Apartments) will be notified of the additional funds available and will continue to move through the contract process. We anticipate the project to be approved and begin construction in the Spring of 2023.

OPTIONS:

1. Move to approve the attached Resolution and direct staff to complete the process with the State to accept the funding as outlined.
2. Move to not approve the attached Resolution and not accept the additional funding provided as outlined.
3. Direct staff to gather more information and report back to the Council
4. Other direction

FISCAL IMPACT:

☒ None ☐ \$ Budgeted Item? ☐ Yes ☐ No

Budget Adjustment Needed? ☒ Yes ☐ No If yes, amount of appropriation increase: \$

Affected fund(s): ☐ General Fund ☐ Measure P Fund ☐ Measure V Fund ☒ Other:

Comments: If the Council accepts the funds a budget adjustment will be brought before the Council for approval prior to Spring of 2023.

STRATEGIC PLAN IMPACT:

- ☐ Goal #1: Make Clearlake a Visibly Cleaner City
- ☐ Goal #2: Make Clearlake a Statistically Safer City
- ☐ Goal #3: Improve the Quality of Life in Clearlake with Improved Public Facilities
- ☒ Goal #4: Improve the Image of Clearlake
- ☐ Goal #5: Ensure Fiscal Sustainability of City
- ☐ Goal #6: Update Policies and Procedures to Current Government Standards
- ☒ Goal #7: Support Economic Development

SUGGESTED MOTIONS:

Move to approve Resolution 2022-47 and direct staff to take the necessary steps to amend the State contract and award the funds as outlined.

☒ **Attachments:**

- 1) Resolution 2022-47
- 2) Letter from HCD