

AGENDA ITEM SUMMARY

City Council



STAFF

Clay Frickey, Senior Manager, City Planning
Carisa Clinton, Manager, Grants Administration

SUBJECT

First Reading of Ordinance No. 101, 2026, Making a Supplemental Appropriation of Grant Funds from the Colorado Department of Local Affairs and Authorizing Transfers of Appropriations for the Accessory Dwelling Unit Grant Program.

EXECUTIVE SUMMARY

The purpose of this item is to appropriate \$157,000 of unanticipated grant revenue from the Department of Local Affairs (DOLA) for the Accessory Dwelling Unit Grant Program. Funding will support the development of accessory dwelling unit (ADU) design plans and provide eligible fee waivers. This item also appropriates \$83,000 from the 2050 City Climate Tax to meet the cost-share requirement.

STAFF RECOMMENDATION

Staff recommends adoption of the Ordinance on First Reading.

BACKGROUND / DISCUSSION

The DOLA Accessory Dwelling Unit Grant Program provides grants to local governments for activities that promote the construction of ADUs. Through the grant the City will develop pre-approved ADU design plans and waive water tap, sewer tap, linkage, plan review, rezoning, and permit fees for approximately four ADUs in Fort Collins.

CITY FINANCIAL IMPACTS

This item appropriates \$157,000 of unanticipated grant revenue from the DOLA Accessory Dwelling Unit Grant Program to fund the development of ADU design plans and provide eligible fee waivers. This item also authorizes the transfer of \$83,000 from the already appropriated 2050 City Climate tax to the project to meet the match requirement. The cash match comes from Designed to 2030, a current project led by Energy Services that will develop pre-approved building plans that will meet the 2030 Energy Code.

The grant is reimbursement-based, with funds provided after eligible project expenses have been incurred. The General fund will be reimbursed up to \$157,000.

BOARD / COMMISSION / COMMITTEE RECOMMENDATION

None.

PUBLIC OUTREACH

None.

ATTACHMENTS / LINKS

1. Ordinance No. 101, 2026