



City of Seattle

Jenny A. Durkan, Mayor

Human Services Department

Catherine Lester, Director

Date: November 29, 2017

To: Seattle City Council

From: Catherine Lester, Human Services Director (206-386-1143)

Subject: Substantial Amendment to the 2014, 2015 and 2017 Annual Action Plans to the 2014-2017 Consolidated Plan for Housing and Community Development

At the December 6th Budget Committee, you will be briefed on the Substantial Amendment to the 2014, 2015 and 2017 Annual Action Plans to the 2014-2017 Consolidated Plan for Housing and Community Development and legislation that adjusts the appropriations in the 2017 Adopted Budget. This legislation repurposes unspent CDBG grant funds from previous years into 2017 activities. It also increases appropriation to the Office of Housing to account for additional Program Income (PI) revenue received in 2017 due to the sale of real property.

CONTEXT:

The legislation will allow the Office of Housing to expend the additional Program Income (PI) received in 2017. The amendments allocate \$507,500 of unspent CDBG funds from 2014 and 2015 to be spent in 2017 and provides full funding for the activities (listed below) that received reduced funds in the 2017 CDBG allocation. The legislation also adds the disposition of real property to the 2017 Annual Action Plan to allow for the transfer of ownership of the Greenwood Senior Center to the Phinney Neighborhood Association under HUD regulations. No CDBG funding will be used for costs associated with the disposition of the real property.

Substantial Amendment Changes:

- \$278,016 to 2017 OED: Neighborhood Business District - Only In Seattle
- \$95,000 to 2017 OED: Small Business TA & Entrepreneur Support
- \$84,484 to 2017 OED: Alpha Cine Loan Repayment
- \$50,000 to HALA implementation activities
- \$1,200,000 to Multi-Family Rental Housing Preservation and Development
- \$0 to the Disposition of Real Property

History of Greenwood Senior Center: In 1978, the City purchased a building for the Greenwood Senior Center with CDBG. HUD rules require any disposition of City owned property, originally assisted with CDBG funds, must be reflected in the current year's Annual Action Plan. This amendment adds the disposition to the 2017 Annual Action Plan which allows the Department of Finance and Administrative Services (FAS) to dispose of real property under HUD regulations. Under separate legislation, FAS is pursuing authority to convey the Greenwood Senior Center to the Phinney Neighborhood Association (PNA).

IMPLEMENTATION & NEXT STEPS:

At your December 6th meeting, staff from the Federal Grants unit of the Human Services Department will brief you on the proposed legislation regarding the adjustments to the 2017 Adopted Budget and the 2014, 2015 and 2017 Annual Action Plan amendments to the 2014 – 2017 Consolidated Plan for Housing and Community Development.

- December 6, 2017: Council Committee briefing
- December 6, 2017: Council Committee public hearing, and possible vote
- December 11, 2017: Proposed Final Council Adoption

Reference Documents:

1. Ordinance
2. Summary and Fiscal Note