



CITY OF LONG BEACH

DEPARTMENT OF COMMUNITY DEVELOPMENT

333 WEST OCEAN BOULEVARD • LONG BEACH, CALIFORNIA 90802

R-24

June 22, 2010

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Approve an amendment to the Fiscal Year 2010 Action Plan, and increase Community Development Block Grant (CDBG) funding for Economic Development and Special Needs Population activities. (Citywide)

DISCUSSION

The U.S. Department of Housing and Urban Development (HUD) requires the City to develop and submit an annual Action Plan for use of Community Development Block Grant (CDBG) funds. On July 14, 2009, the City Council approved the Fiscal Year 2010 (FY 10) Action Plan. An Action Plan may be amended during the year through a formal process prescribed by HUD. The process requires a 30-day advance public notice of the proposed Plan Amendment and a Public Hearing, conducted by the Community Development Advisory Commission. At the conclusion of the Public Hearing the Commission recommends an Action Plan Amendment to the City Council.

Notices regarding the Public Hearing and the availability of the draft amendment to the Action Plan were published in the Press Telegram on April 26, 2010, 30 days prior to the Public Hearing.

The Community Development Advisory Commission conducted a Public Hearing on May 26, 2010, to consider the proposed amendment to the FY 10 Action Plan. There were no public objections to the Plan Amendment. The Commission voted unanimously to recommend the proposed Action Plan Amendment to the City Council.

The attachment describes the proposed activities to be amended in the FY 10 Action Plan and includes the following additional CDBG funding:

- \$400,000 in additional funds for Economic Development Activities, and
- \$200,000 in additional funds for Special Needs Populations.

The additional funds are derived from estimated FY 10 CDBG carryover funds and will have no impact on any other CDBG funded activities in the approved FY 10 Action Plan.

HONORABLE MAYOR AND CITY COUNCIL

June 22, 2010

Page 2

This item was reviewed by Deputy City Attorney Richard Anthony on May 28, 2010 and Budget Management Officer Victoria Bell on June 4, 2010.

TIMING CONSIDERATIONS

City Council action is time critical to secure approval of the Action Plan amendment by the U.S. Department of Housing and Urban Development.

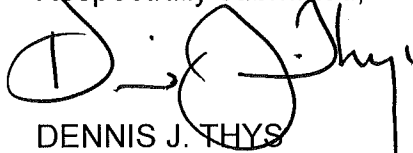
FISCAL IMPACT

There is no impact to the General Fund. It is estimated that the increase in funding for the Economic Development activity will retain 120 jobs.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



DENNIS J. THYS
DIRECTOR
DEPARTMENT OF COMMUNITY DEVELOPMENT

DJT:AR:ah
6.22.10 City Council Amendment v4

Attachment

APPROVED:



PATRICK H. WEST
CITY MANAGER

Retain, Expand and Attract Business by Encouraging Development Centered on Small Businesses and Job Creation (High Priority)

EO-1 The City of Long Beach will provide capital and services for the attraction, creation, and expansion of businesses, concentrating on low-moderate income areas, especially the creation of low-moderate income jobs. The City will focus services on small businesses, utilizing bilingual workers to outreach and furnish information about business development and loan programs.

**Total FY 10 CDBG Funding: \$421,804
Amendment, Increase Funding to: \$821,804**

Funding Source	Activities Under This Specific Objective	Performance Indicators
CDBG	<ul style="list-style-type: none"> • Economic Development Revolving Loan for Jobs Program • Hire-a-Youth • Grow Long Beach – Revolving Loan Program 	<ul style="list-style-type: none"> • Number of jobs for low- or low and moderate-income persons • Number of retained jobs for low and moderate-income person

FIVE-YEAR GOAL: 121

FY10 GOAL: 24

Provide Housing and Supportive Services for Special Needs Populations (High Priority)

SL-1 The City of Long Beach will continue to support and make available funding priority for service-enriched housing and to organizations who serve special needs populations (childcare, after school programs, health programs, etc.) for the purpose of creating a suitable living environment.

**Total FY10 Funding: \$570,000
Amendment, Increase Funding To: \$770,000**

Funding Source	Activities Under This Specific Objective	Performance Indicators
CDBG	<ul style="list-style-type: none"> • Social Service Grant Program • NAP Agencies 	<ul style="list-style-type: none"> • Number of agencies who serve special needs populations

FIVE-YEAR GOAL: 95

FY10 GOAL: 19