


M E M O R A N D U M

DATE: May 17, 2023

TO: Board of Directors
The Long Beach Community Investment Company

FROM: Christopher Koontz, President 

SUBJECT: Fiscal Year 2024 Action Plan Budget Report (Citywide)

RECOMMENDATION:

Receive and file a report on the proposed Fiscal Year 2024 Action Plan budget for the expenditure of Community Development Block Grant (CDBG), HOME Investment Partnerships Grant (HOME), and Emergency Solutions Grant (ESG) funds under the current Five-Year Consolidated Plan.

DISCUSSION

As part of the entitlement submittal to the U.S. Department of Housing and Urban Development (HUD), the City of Long Beach, in conjunction with The Long Beach Community Investment Company (LBCIC), is in the process of developing a Fiscal Year 2024 (FY 24) Action Plan. The FY 24 Action Plan will describe the resources, programs and activities the City will undertake in the second year of the Five-Year Consolidated Plan (Consolidation Plan) period to address the needs identified in the Consolidated Plan. The Consolidated Plan provides the parameters for developing the proposed FY 24 Action Plan budget.

On April 19, 2023, the LBCIC held the first Public Hearing on the FY 24 Action Plan, at which time staff discussed the procedures for Annual Action Plan (AP) development and Consolidated Plan accomplishments for HUD grants. A second Public Hearing is scheduled for the LBCIC's meeting on June 21, 2023.

Congressional appropriations for CDBG and ESG grants have decreased since Fiscal Year 2023 (FY 23) by four percent from \$5,427,275 to \$5,203,472 and four percent from \$495,295 to \$477,000, respectively. The HOME allocation has increased by one percent from \$3,087,068 to \$3,111,489. For FY 24, several budgetary changes are being proposed to funded programs as a response to both the decreased total appropriation amounts as well as activity performance, rate of activity expenditure and impact toward Consolidated Plan goals and priorities. Activities requested by stakeholders, or those that best respond to Consolidated Plan goals and priorities, have proposed budgetary increases for FY 24. Therefore, budgetary

decreases must be made and are being proposed for activities that underspent in FY 23. Lastly, other activities that were funded in FY23 will not receive additional funding for FY 24 as these activities have existing carryover funding. The draft Action Plan budget (Attachment A) is being provided for the Board's information with more details on proposed programs and funding amounts.

SUGGESTED ACTION:

Approve recommendation.

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Attachment A – FY 24 Proposed CDBG, HOME and ESG Budget