



Fiscal Year 2024 (FY 24) Action Plan for the Expenditure of U.S. Department of Housing and Urban Development (HUD) Funds

City Council Meeting - July 11, 2023

Community Development Block Grant (CDBG)

- The CDBG program supports the development of viable urban communities by encouraging a suitable living environment, and expanding economic opportunities, principally for lower-income households.

HOME Investment Partnership Program (HOME)

- The HOME program provides financial assistance to help increase the supply of affordable housing for low-income households.

Emergency Solutions Grant (ESG)

- The ESG program provides matching grants to help pay for shelter operating expenses and for other essential services for persons experiencing homelessness.

2022 - 2027 City Council and HUD-Approved Five-Year Consolidated Plan

- The Consolidated Plan is the official application for CPD grants required by HUD.
- The Consolidated Plan was developed with extensive community participation and approved by the City Council on July 19, 2022.
- The Five-Year Plan includes the following components:
 - An assessment of housing and community development needs and market conditions;
 - A strategy that establishes priorities for addressing the identified needs; and,
 - A five-year strategy for the use of federal funds to address identified needs.

The Five-Year Consolidated Plan Priority Areas

1. Housing Needs

- New Affordable Housing Opportunities
- Preservation of Existing Affordable Housing
- Housing Assistance

2. Homeless Needs

- Emergency Shelters and Essential Services
- Rapid Re-Housing
- Homeless Prevention
- Street Outreach

3. Economic Development Opportunities

- Business Technical Assistance and Other Programs
- Improved Business Corridors

4. Eliminate Blight and Strengthen Neighborhoods

- Public Facility and Infrastructure
- Neighborhood Improvement Programs
- Improved Quality of Aging Housing Stock
- Public and Supportive Services
- Interim Assistance

5. Promote Fair Housing Choice

- Fair Housing Services, Outreach and Education

Annual Action Plan

- Developed based on needs identified in approved Five-Year Consolidated Plan
- Strategy specifying projects and other activities to be carried out in the coming fiscal year to address priority needs
- Allocates funds for the coming year
- Functions as the City's yearly business plan and application for HUD funds

FY 24 Action Plan (Proposed)

- The FY 24 Action Plan is the second Action Plan under the 2022-2027 Consolidated Plan.
- CDBG Congressional allocation **decreased** by 4%.
- HOME Congressional allocation **increased** by 1%.
- ESG Congressional allocation **decreased** by 1%

Funding Level for FY 2024	CDBG	ESG	HOME	TOTAL
New Entitlement	\$5,203,472	\$477,000	\$3,111,489	\$8,791,961
Program Income	\$60,000	\$0	\$1,500,000	\$1,560,000
Total Available Funds	\$5,263,472	\$477,000	\$4,611,489	\$10,351,961

FY24 Action Plan Activities and Funding Sources

Consolidated Plan Goals	Category	Needs Addressed	Funding (New)	Activities
1. Create and Preserve Affordable Housing (Citywide)	Housing	Households with unmet housing needs	CDBG: \$1,550,000 HOME: \$4,100,341	New Construction/Acquisition/ Rehabilitation
2. Support Activities to End Homelessness (Citywide)	Homeless	Homelessness	ESG: \$441,225 HOME: \$200,000	Emergency Shelter, Rapid Rehousing, and Security and Rental Assistance Program
3. Eliminate Blight and Strengthen Neighborhoods (Targeted)	Non-Homeless Public Services	Special Needs Populations Community and Public Services	CDBG: \$411,000	Afterschool and Weekend Recreation (Youth) and Senior Services
	Strengthen Neighborhoods	Improve Livability in Low-income Neighborhoods	CDBG: \$2,157,000	Graffiti Removal, Murals Neighborhood Resources, Neighborhood Leadership, Code Enforcement, Code City Attorney, Urban Forestry and Sidewalk Improvement Projects
4. Expand Economic Opportunities (Targeted)	Economic Development	Improve Economic Opportunity	CDBG: \$110,000	Technical Business Assistance
5. Promote Fair Housing Choice (Citywide)	Promote Fair Housing	Fair Housing	CDBG: \$100,000	Fair Housing Services (Fair Housing Foundation of Long Beach)
N/A	Administration and Planning Costs	Administration Program Expenses	CDBG: \$935,472 ESG: \$35,775 HOME: \$311,148	Administrative Staff, Department Overhead, Indirect Costs

Substantial Changes from Prior FY 23 to FY 24 Action Plan

CDBG

- After School and Weekend Recreation, Senior Services and the Sidewalk Improvement Project have been restored.
- The Housing Acquisition Loan Program has been increased by \$300,000 to help meet Consolidated Plan, Housing Element and Citywide goals, including the City's State of Emergency on Homelessness.
- Code Enforcement, City Attorney, and Urban Forestry budgets have been decreased as a result of underspending and the congressional decrease to the City's allocation. Service delivery of programs will not be materially impacted.
- Housing Services and Referrals, Neighborhood Grant Program, Park Facilities and Playgrounds and the ADU Grant Program are not budgeted in FY 24. These programs received funding in FY 23 and are working on spending funds.

Substantial Changes from Prior FY 23 to FY 24 Action Plan

HOME

- Security Deposit and Rental Assistance Program were previously funded with CDBG and are now funded with HOME.
- New Construction/Acquisition/Rehabilitation activity decreased to help fund the Security Deposit Assistance Program.

ESG

- Emergency Shelter and Street Outreach decreased.
- Rapid Rehousing funds increased by 9%.

Continuing Activities from Prior Consolidated Plan Underway

Prior Consolidated Plan Activity

Home Improvement Grant Program

\$20,000 repair grants for qualified homeowners

Goal 3: Eliminate Blight and Strengthen Neighborhoods

Enhanced Commercial Façade Program

\$25,000 per storefront grants for façade improvements

Goal 4: Expand Economic Opportunities

Place-Based Neighborhood Improvement Strategy

High-need neighborhood improvement projects

Goal 3: Eliminate Blight and Strengthen Neighborhoods

Public Participation for FY 24 Action Plan

Community Presentations

- Community Meeting In-Person (February 11, 2023)
- Virtual Community Meeting (April 8, 2023)

Public Hearings

- First Public Hearing with The Long Beach Community Investment Corporation (LBCIC) (April 19, 2023)
- Second Public Hearing with LBCIC (June 21, 2023)

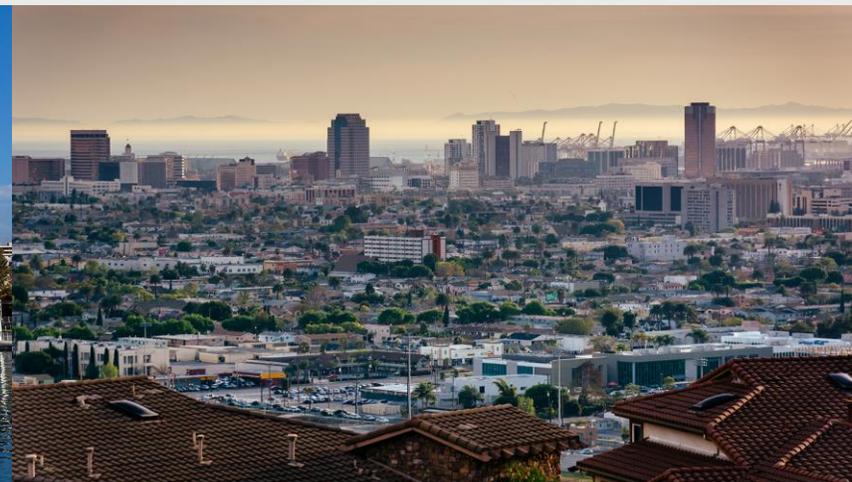
Public Notices

- Multilingual 30-Day Public Notices on City Website and Local Newspapers (English, Spanish, Khmer, Tagalog)

Recommendation

Approve the Fiscal Year (FY) 2024 Action Plan for the expenditure of Community Development Block Grant (CDBG), Home Investment Partnership Grant (HOME), and Emergency Solutions Grant (ESG) Funds; and,

Authorize the City Manager, or designee, to execute all necessary documents with the United States Department of Housing and Urban Development, and other entities, to receive these funds and execute agreements necessary to implement and comply with related federal regulations.





Thank you

Meggan Sorensen

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Manager

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