PUBLIC NOTICE
CITY OF SAN BERNARDINO
SUBSTANTIAL AMENDMENT TO THE 2016-2017 HUD ACTION PLAN

Date of Notice: June 5, 2016, June 12, 2016, June 19, 2016, June 26, 2016.
Name of Responsible Entity: City of San Bernardino
Address: 300 North "D" Street, San Bernardino, California 92418-0001
Telephone Number: (909) 384-5122

In accordance with the City of San Bernardino Community Development Block Grant (CDBG) Citizen Participation Plan (CPP) requirements and CDBG regulations, the City wishes to inform residents and all interested parties that the Mayor and Common Council will consider approving a Substantial Amendment to the City's 2016-2017 HUD Action Plan.

Proposed Changes

Proposed changes would reduce CDBG funding and reallocate as follows:

PROJECTS	REDUCTIONS	NEW AMOUNT
Center for Employment Opportunities	$30,000.00	$10,000.00
Community Action Partnership	$30,000.00	$0
Inland Congregation United for Change	$15,000.00	$0
Homeless Access Center (Rehab for new site)	$300,000.00	$0
Small Business Assistance Program	$150,000.00	$0
Construction Trades Employment Program	$100,000.00	$0
Pocket Park Program	$50,000.00	$0
Arts and Stroll	$250,000.00	$0
TOTAL	$950,000.00	
PROJECTS	**ADDITIONS**	**NEW AMOUNT**
Inland Fair Housing and Mediation Board	$9,000.00	$57,000.00
Capital Improvement Project	$300,000.00	$300,000.00
Quality of Life Project	$425,000.00	$425,000.00
TOTAL	$734 ,000.00	

None of the other approved projects will be affected by this Substantial Amendment.

Rationale

The proposed changes to the 2016/2017 HUD Action Plan are in accordance with the City of San Bernardino's goals and priorities.

Public Comment

The draft version of Substantial Amendment #1 to the 2016/2017 Annual Action Plan will be available from June 5, 2016 for a thirty (30) day public notice period. Electronic copies will be available online at the City's website (www.sbcity.org) or by emailing Brandon Mims at Mims_Br@sbcity.org. Hard copies will be available at the following locations:

- Feldheym Central Library, 555 W. 6th Street, San Bernardino, 92410
- City Clerk's Office (2nd Floor), 300 N. "D" Street, San Bernardino, 92410

Any individual, group, or agency wishing to comment on the proposed Substantial Amendment to the Annual Action Plan may attend the public hearing on **July 5, 2016** or submit written comments to the City of San Bernardino at: 300 North "D" Street San Bernardino, CA 92418 or to Brandon Mims at Mims_Br@sbcity.org or (909) 663-2282. All comments received on or before 4:00pm., July 5, 2016 will be considered by the City of San Bernardino.

CITY OF SAN BERNARDINO – REQUEST FOR COUNCIL ACTION
Grant

From: Brandon Mims **M/CC Meeting Date:** 07/05/2016

Prepared by: Brandon Mims, (909) 384-5122

Dept: City Manager **Ward(s):** 1

Subject:
Resolution of the Mayor and Common Council of the City of San Bernardino Approving a Substantial Amendment to the CDBG Consolidated Annual Action Plan for Fiscal Year 2016/2017; and Authorizing the City Manager or His Designee to Amend the 2016/2017 Fiscal Year Budget, Execute, on Behalf of the City, After Review and Approval by the City Attorney, Such Documents as Requested by the United States Department of Housing and Urban Development to Effectuate the Supplemental Appropriation.

Current Business Registration Certificate: Not Applicable

Financial Impact:
There is no impact to the General Fund.
Mayor to open the hearing. . .

Motion: Close the hearing; and adopt the Resolution.

Synopsis of Previous Council Action:

On May 2, 2015, the City Council approved the City's CDBG Action Plan ("CDBG Budget") for the 2016/2017 Fiscal Year Budget.

Background:

Pursuant to 24 CFR (Code of Federal Regulation Title 24: Housing and Urban Development) Section 91.15(b)(1), HUD requires the City to prepare an annual Action Plan that describes the intended use of Federal and other funding resources on community needs outlined in the City's adopted 2015-2019 Consolidated Plan. The Consolidated Plan is carried out through Annual Action Plans that provide a concise summary of activities and the specific federal and non-federal resources that will be used each year to address the priority needs and specific goals identified in the Consolidated Plan. The City adopted its FY 2016-2017 Action Plan on May 2, 2016 However, a Substantial Amendment to the FY 2016-2017 Action Plan is now necessary because the City is proposing to add and remove some of the projects previously approved.

Analysis:

The Substantial Amendment proposes to reduce funding for certain projects in order to have available funds for the Quality of Life Program and the Vacant to Value Program.

The projects with reduced, additional or eliminated funding are as follows:

PROJECTS	REDUCTIONS	NEW AMOUNT
Center for Employment Opportunities	$30,000.00	$10,000.00
Community Action Partnership	$30,000.00	$0
Inland Congregation United for Change	$15,000.00	$0
Homeless Access Center (Rehab for new site)	$300,000.00	$0
Small Business Assistance Program	$150,000.00	$0
Construction Trades Employment Program	$100,000.00	$0
Pocket Park Program	$50,000.00	$0
Arts and Stroll	$250,000.00	$0
TOTAL	$950,000.00	
PROJECTS	**ADDITIONS**	**NEW AMOUNT**
Inland Fair Housing and Mediation Board	$9,000.00	$57,000.00
Capital Improvement Project	$300,000.00	$300,000.00
Quality of Life Project	$425,000.00	$425,000.00
TOTAL	$734 ,000.00	

Inland Fair Housing and Mediation Board was previously approved for $54,000. This amendment will increase their grant amount to $57,000. HUD requires that the City has a fair housing component to the CDBG program.

The Vacant to Value program is meant to bolster the existing receivership program in the City Attorney's Office. Currently, the receivership program processes dozens of substandard properties upon referral by Community Development and the Police Department. However, as explained below, there are many properties that fall out of the receivership program because there is not enough equity in the property to fund the rehabilitation. "Vacant to Value" is designed to address some of these properties.
The "Vacant to Value" program would provide grant-assistance to qualifying receivership projects, in qualified census tracts. Substandard properties located in areas with low property values would be eligible for "Vacant to Value" funding that would offset rehabilitation costs, thereby making otherwise unviable projects viable. After appointment, the receiver would get court approval to enter into a grant agreement for these additional funds. The anticipated draw amount for each property would be anywhere from $10,000 to $40,000. At the conclusion of the receivership, the remainder would be returned.

The Quality of Life (QOL) Project seeks to address blight in the City as it relates to the recovery, economic development, public safety and well-being of the community. The QOL project is managed by a team made up of the City Manager's Office, Office of the Mayor, Public Works, Police Department, and Parks; the program is managed by the City Manager's Office specializing in fighting blight. This program was developed in

response to the Mayor's request to address the issues of blight, illegal dumping and trash being voiced to his office by business owners and residents.

Substantial Amendment Process:

Changes to the CDBG Budget can only be made through the City's adopted Substantial Amendment/Citizen Participation Process (Exhibit B), which requires:

1. The entire text of the proposed amendment be made available for reasonable public review and comment period; and
2. Following the public comment period a public hearing is held to consider the proposed changes to the Annual Action Plan; and
3. At the conclusion of the public hearing, the proposed changes may be adopted by the Mayor and Common Council as part of the Annual Action Plan.

Federal regulation requires that HUD be notified of all changes to the City's Action Plan. An updated Plan and/or activity listing will be forwarded to HUD upon final approval by the City Council.

Financial Impact:

All expenses would be covered with Community Development Block Grant (CDBG) funds, there is no impact to the General Fund.

Citizen Participation Process

In accordance with federal regulations the Draft Substantial Amendment to the One-Year Action Plan will be available for public review for a thirty (30) day period, at the following locations:

1. City Clerk's Office, 300 North "D" Street, San Bernardino, CA, 92418
2. City Manager's Office, 300 North "D" Street, San Bernardino, CA, 92418
3. Norman F. Feldheym Central Library, 555 W 6th St, San Bernardino, CA 92410

You may also request a digital copy of the amendment by e-mailing Mims_Br@sbcity.org your request prior to July 5, 2016 at 4:00 p.m.

The San Bernardino City Council will hold a Public Hearing to solicit public comment from interested citizens, non-profit public service organizations and other public agencies. The Public Hearing will be held on July 5, 2016, 5:30 p.m. at San Bernardino City Council Chambers, located at 300 North "D" Street, San Bernardino 92418.

The City of San Bernardino encourages citizen participation in the CDBG process. If you are unable to attend the hearing, written comments will be accepted up to the date of the hearing. If you have any questions, please contact Brandon Mims, Deputy Housing Director at Mims_Br@sbcity.org <mailto:Mims_Br@sbcity.org> or (909) 663-2282.