



cdbg
Community
Development
Block Grant

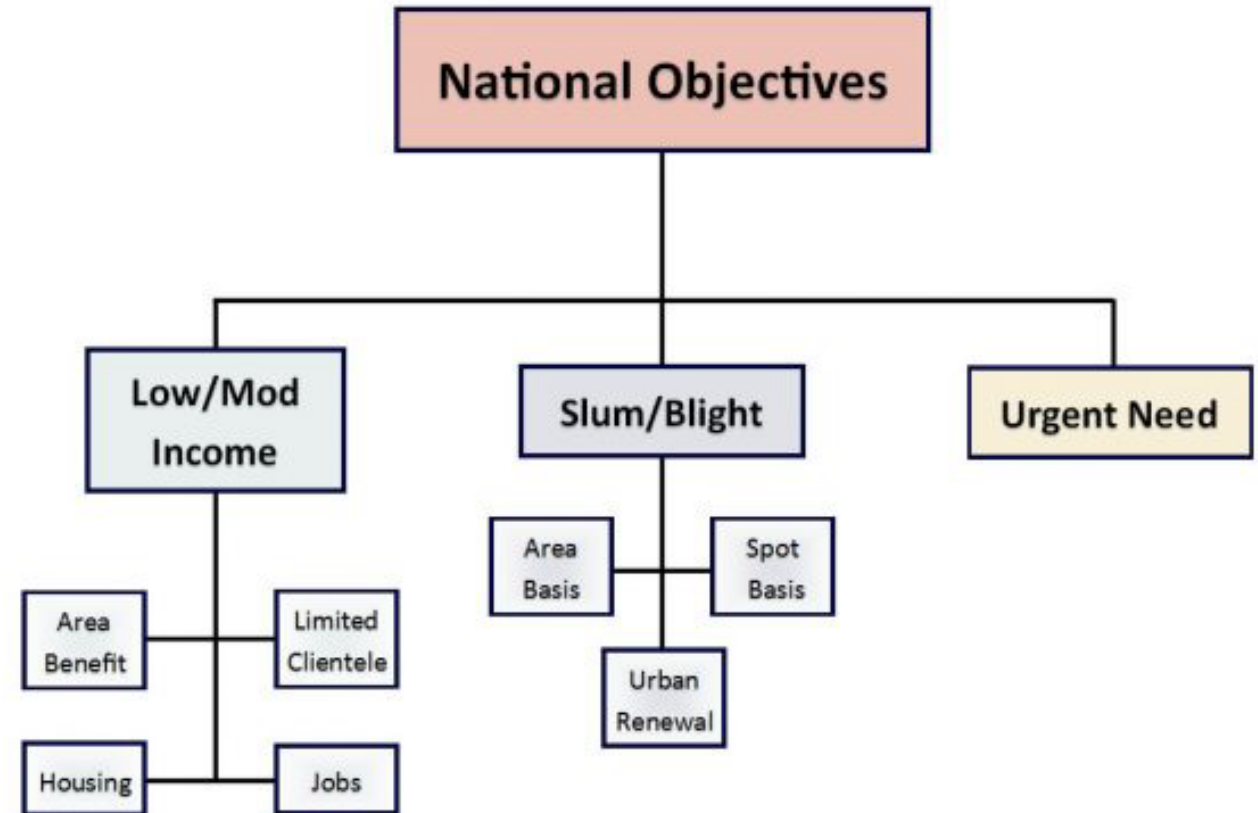
**Program Year 2024
Annual Action Plan
Public Hearing
June 4, 2024**

Community Development Block Grant (CDBG)

- Federal grant funded by the U.S. Department of Housing and Urban Development (HUD).
- Flexible grant that allows for tailoring to community's needs.
- Olympia is an entitlement community. We receive a formula allocation of CDBG funding annually.
- CDBG Regulations found at 24 CFR 570

Eligible Activities, National Objective

- Acquisition of Real Property
- Disposition
- Public Facilities and Improvements
- Clearance of sites
- Public Services
- Rehabilitation
- Special Economic Development Activities
- Microenterprise Assistance
- Miscellaneous Other Activities



CDBG Annual Cycle

- Annual Action Plan (AAP) drafted and presented in Spring
- AAP submitted to HUD by July 15th
- Program Year 2024 – September 1, 2024 – August 31, 2025

Proposed Program Year 2024 Projects

CDBG PY 24 Available Funding

- PY24 Formula Award
 - \$347,049
- Unspent Prior Year Funds
 - \$20,594

Total available: **\$367,643**

CDBG PY 24 Formula Allocation

- \$367,643 available to allocate for the City of Olympia
 - Rebuilding Together Thurston County - \$75,000
 - South Puget Sound Habitat for Humanity - \$75,000
 - Enterprise for Equity - \$51,961
 - Energize Olympia - \$46,273
 - Homeless Response Team - \$50,000
 - Planning and Administrative Costs (PAC) - \$69,409

Rebuilding Together Thurston County

- Existing subrecipient – proposed award \$75,000
- Provides critical home repair to low- and moderate-income homeowners in the City of Olympia
- Provides services to families with children, homeowners with a disability, veterans, elderly homeowners
- Projected 7 households will receive benefit from award

South Puget Sound Habitat for Humanity

- Existing subrecipient – proposed award \$75,000
- Project provides critical home repair in the City of Olympia
- Business practice includes “sweat equity”, allows homeowners to help in process
- Projected 5 households will receive benefit from award

Energize Olympia – Habitat for Humanity

- Proposed award - \$46,273
- Project will provide fully subsidized heat pumps to low- and moderate-income homeowners
- CDBG funding is leveraged with Washington State University Community Energy Efficiency Program (CEEP) funding

Enterprise for Equity

- Proposed award \$51,961
- Microenterprise assistance for low- to moderate-income business owners in Olympia
- Projected deliverables:
 - Outreach to at low- and moderate-income business owners in underrepresented communities
 - Hold Entrepreneurship informational sessions and business readiness workshops
 - Entrepreneurs complete the comprehensive 50+ hour business planning program
 - Emphasis on LGBTQIA2S+ and BIPOC entrepreneurs

Homeless Response Team

- \$50,000
- Public Service – Capped at 15% of formula allocation
- Outreach staff for the City's Homeless Response Team
- Part time position

Planning and Administrative Costs

- 20% administrative cap of allocation
- Proposed award \$69,409
- Costs support City of Olympia staff to maintain a compliant CDBG program

Revolving Loan Fund – Rental Rehabilitation

- Available to allocate to projects: \$185,000
- One project in construction
- Four projects in pipeline for 2024-2026 completion
- Projects in pipeline include garage to ADU conversion, multifamily health and safety improvements, and single-family home rehabilitation

Contingency Projects

- Funded in the case of unexpected program income received during the program year or a canceled project
- Program income is received when existing CDBG rehabilitation loans are paid off from customers
- Often received as a lump sum and unexpectedly
- Program income received creates a surplus of grant funds
- Inclusion of a contingency project allows flexibility for staff to plan during AAP process, reduces likelihood of a Substantial Amendment to the AAP

Options for Contingency Projects

- Contingency projects may be broad and not tied to a service provider
- Based on Committee or Council recommendation, staff can incorporate the chosen contingency projects to the Annual Action Plan
- Staff recommend split between South Puget Sound Habitat for Humanity and Rebuilding Together Thurston County

Timeline and next steps

- Housing Action Team Presentation – 6.5.2024
- Community Livability and Public Safety Committee – 5.22.2024
- 30-day public comment period 5.17.2024– 6.27.2024
- AAP Public Hearing at City Council – 6.4.2024
- Consideration of City Council Approval for AAP – 6.18.2024
- Submission to HUD – by 7.15.2024



Questions?

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