



cdbg
Community
Development
Block Grant

**Program Year 2025
Annual Action Plan
Public Hearing**

June 17, 2025

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
- Each funded activity must be **eligible** and meet a **national objective**

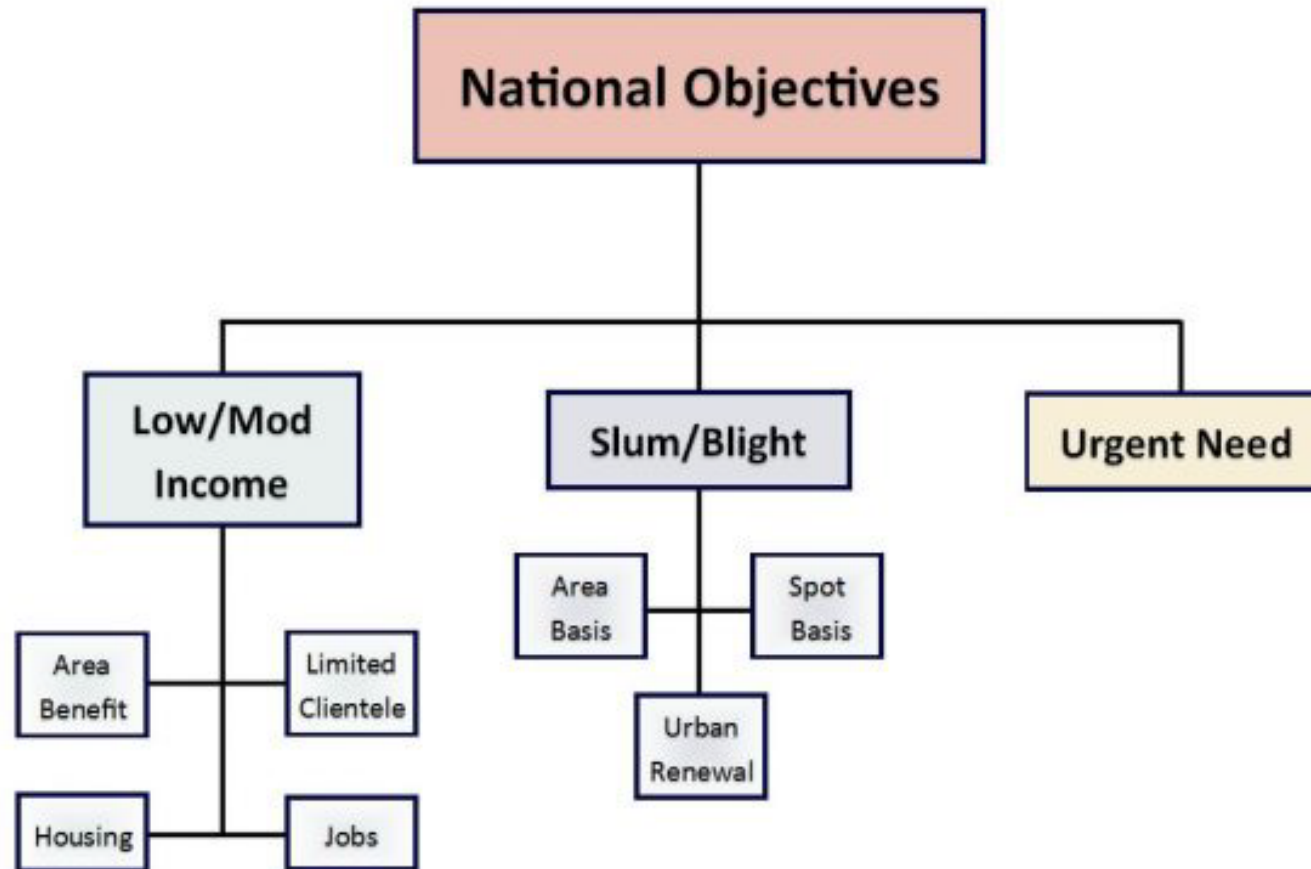


Eligible Activities

- Acquisition of Real Property
- Disposition
- Public Facilities and Improvements
- Clearance of sites
- Public Services
- Interim Assistance, Relocation, Loss of Rental Income
- Rehabilitation
- Special Economic Development Activities
- Microenterprise Assistance
- Miscellaneous Other Activities



National Objectives



CDBG Annual Cycle

- Request for Proposals released in late Winter
- Staff recommendations for eligible projects - CLPS
- Annual Action Plan (AAP) drafted based on CLPS recommendations and presented to City Council in Spring
- **Public Hearing and 30-day public comment period**
- AAP submitted to HUD by July 15th
- Program Year starts September 1st
- Program Year ends August 31st the following year





Program Year 2025 Projects

CDBG – PY25 Allocation

- Funding from HUD for Program Year 2025 - \$341,583
- Staff recommendations approved at May 28th CLPS meeting
- PY25 allocation follows trend of declining formula award
- Snapshot of past five years:
 - PY25 - \$341,583
 - PY24 - \$347,049
 - PY23 - \$362,353
 - PY22 – \$368,187
 - PY21 - \$391,548



Housing Activities

Rebuilding Together Thurston County

- PY25 funding: \$60,000
- Critical Home Repair Program
- Estimated 5-8 homes rehabilitated

South Puget Sound Habitat for Humanity

- PY25 funding: \$40,000
- Critical Home Repair Program
- Estimated 3-5 homes rehabilitated



Housing Activities

South Puget Sound Habitat for Humanity

- PY25 funding: \$48,397
- Contingency project – recommended project for AAP canceled in award selection process
- Fully subsidized heat pumps for low- and moderate-income homeowners in Olympia
- Approximately 4-6 heat pumps installed

Interfaith Works

- PY25 funding: \$24,570
- Security fence installation at Sandy's Flats Permanent Supportive Housing



Economic Development Activities

Enterprise for Equity

- PY25 Funding: \$50,300
- Microbusiness Development Program
- Expected to assist over 40 low- and moderate-income local entrepreneurs



Public Service Activities

Interfaith Works

- PY25 funding: \$12,500
- Sergio's Day Center Program
- Estimated 1,325 unique individuals to be served in PY25

Together!

- PY25 funding: \$12,500
- Host Homes program
- 28-36 youth to be served in PY25



Public Service Activities

Mercy Housing Northwest

- PY25 funding: \$12,500
- Resident Services at Evergreen Vista
- Estimated 291 residents to be served in PY25

Senior Services for South Sound

- PY25 funding: \$12,500
- Home Share program
- 50 seniors to be served in PY25



Planning and Administrative Costs

- Recommended funding: \$68,316
- 20% administrative cap on CDBG funding
- Costs for City staff salary and benefits for administering CDBG program



Contingency Projects

- Recommended Contingency Projects:
 - Rebuilding Together Thurston County – Critical Home Repair
 - South Puget Sound Habitat for Humanity – Critical Home Repair, Energize Thurston
- Funded in the event of canceled projects or receipt of program income
- Selection of contingency projects reduces administrative burden of the Substantial Amendment process



Total Program Year 2025 Allocation

Public services - \$50,000

Housing activities - \$172,967

Economic development - \$50,300

Planning and administrative costs - \$68,316

PY25 Entitlement Allocation - \$341,583



Revolving Loan Fund

- Revolving Loan Fund created in 2021
- Program income set aside for Rental Rehabilitation projects
- Approximately \$215,000 in Revolving Loan Fund carried into next program year
- Two completed Rental Rehabilitation projects in 2023, 2024
- Current project is rehabilitation of a 12-unit multifamily property with affordable rents



An aerial photograph of a city harbor at sunset. The sky is a mix of orange, yellow, and blue. The harbor is filled with numerous boats and yachts docked at piers. In the foreground, there are several buildings, including a large white building with a flat roof and a red building. A bridge is visible in the background, spanning the harbor. A semi-transparent blue rectangle is overlaid in the center of the image, containing the text "Timeline and Next Steps" in white.

Timeline and Next Steps

PY25 Timeline

- Affordable Housing Advisory Board Briefing – May 15
- CLPS Meeting – May 28
- Public Comment Period – May 30-June 30
- **Public Hearing at City Council – June 17**
- Consideration of Annual Action Plan Approval – July 8
- Submission to HUD – No later than July 18
- HUD review – July – August
- Program Year begins – September 1





Thank you!

Contact info

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