

CITY OF OLYMPIA
Community Development Block Grant
(CDBG) Program



2nd Proposed Substantial Amendment
Program Year 2022

PROPOSED SUBSTANTIAL AMENDMENT – OLYMPIA CDBG PROGRAM YEAR 2022

Overview: Staff recommend a *Substantial Amendment* to the current Program Year 2022 (PY 22) (9/1/22 – 8/31/23) CDBG Annual Action Plan to **allocate unspent prior Program Year (PY) CDBG funding**. The City proposes a total of \$150,000 of unallocated PY 17, PY19, PY20 and PY21 federal funds to be allocated towards one new home rehabilitation activity. Activity will support rehabilitation and energy efficiency improvements to approximately 10 properties owned by Homes First. Homes First provides affordable housing for tenants at or below 50% area AMI. The City also proposes \$40,000 of CDBG-CV2 (Commerce) funding to be directed to two new public service activities, both public service activities are to support resources and services for community members experiencing homelessness. Subrecipients are OlyMAP and SideWalk.

The City has a total of \$163,737 in prior program year entitlement funds available to allocate to activities. This is due to a large amount of Program Income received in the past five years and activity repayments to HUD. Program Income must be disbursed for eligible activities before the City can request entitlement funds from the U.S. Treasury: *24 CFR 570.504(b)(2)(ii) – Substantially all other program income shall be disbursed for eligible activities before additional cash withdrawals are made from the U.S. Treasury*. Program income received in PY 21 totaled \$102,175.09 (not including program income directed to the Revolving Loan Fund).

Project: Homes First Rehabilitation – Funds are proposed to create and support a new activity carried out by the subrecipient **Homes First**. Homes First plans to leverage CDBG funding to receive Commerce Building Electrification funds of \$1,000,000. CDBG funds will go towards electrifying their rental properties in the City of Olympia. Homes First owns and manages 21 rental properties in Olympia, all tenants have a household income of less than 50% area AMI. Examples of electrifying and energy efficiency improvements include solar panel installation, window installation, heat pump installation, water heater installation, and new roofs.

Funding being allocated: \$150,000

CDBG Eligibility: 24 CFR 570.202(b)(4) – IDIS Matrix code: 14F Energy Efficiency Improvements

Project: OlyMAP – Funds will provide expanded case management and site support services for OlyMAP staff to support under-served homeless adults. OlyMAP currently provides limited outreach-based case management and site support services for the New Hope Village and Nickerson camp communities, including supported self-governance services. Services will be expanded in both sites.

Funding being allocated (Commerce CV-2): \$20,000.

Project: SideWalk – Funds will provide homeless advocacy, diversion assistance, ride home or peer support for under-served homeless adults in the City of Olympia.

Funding being allocated (Commerce CV-2): \$20,000.

CDBG Eligibility: 24 CFR 570.201(e) – IDIS Matrix code: 03T Homeless/AIDS Patients Programs

Proposed Substantial Amendment: This proposed Substantial Amendment must go through our “**CDBG Citizen Participation Plan**” with 30 days for public comment. This public process can run concurrent to the Program Year 2021 Annual Action Plan public process. This meets the definition of a Significant Amendment to the Annual Action Plan because of the following:

- A change in allocation priorities, which is considered a change of federal funds awarded to a project of greater than 30 percent or \$30,000, whichever is greater;
- A major change in the scope of an activity;
- The addition or deletion of a specific activity;
- A change in the beneficiaries of an activities; or

DRAFT AMENDMENT OF PROGRAM YEAR 2022 CDBG ANNUAL ACTION PLAN

Highlighted in yellow is the proposed amendment to the Olympia PY 22 Plan, to be funded by re-allocated funds from prior CDBG years:

Recipient	Project	HUD Goal(s)	HUD Objectives	Proposed Funding
Homes First	Electrifying Homes First rental properties	Energy Efficiency Rehabilitation	LMH – Low/Moderate Income Housing	\$150,000
City of Olympia	Downtown Ambassadors	Public Services	LMC – Low/Moderate Income Limited Clientele	\$53,000
South Puget Sound Habitat for Humanity	Heat Pump Weatherization Improvements	Homeowner rehabilitation	LMH – Low/Moderate Income Housing	\$75,000
Olympia Community Solar	Housing	Energy Efficiency Rehabilitation	LMH – Low/Moderate Income Housing	\$63,813
Rebuilding Together Thurston County	Critical Home Repair	Homeowner rehabilitation	LMH – Low/Moderate Income Housing	\$25,000

South Puget Sound Habitat for Humanity	Housing	Critical Home Repair Administration	LMH – Low/Moderate Income Housing	\$50,000
Community Youth Services	ADA-Accessible Elevator Installation at Behavioral Health Facility	Public Facilities Improvement	LMC – Low/Moderate Limited Clientele	\$120,000
City of Olympia	Program Administration	N/A	N/A	\$74,374
		PY 2022	ALLOCATIONS	\$611,187

Table does not include Commerce (CV-2) funding, and only reflects Olympia’s PY 2022 HUD Entitlement funds

PUBLIC COMMENT

The 30-Day public comment period runs from **January 27, 2023 – February 27, 2023**, offering the following options:

- **Written comments:** Olympia City Council, 601 4th Ave E, Olympia, WA 98501 ATTN: CDBG
- **Emails:** cdbg@ci.olympia.wa.us,
- **Phone calls:** 360.233.6197
- **Public hearing:** February 13th, 2023 at 6:00 p.m. at City Council
- **Council Approval:** February 28th, 2023 6:00 p.m. at City Council



For more information:

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