

Date August 21, 2023

**EXTENSION OF COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUNDING ALLOCATION FOR IMPROVING OUR NEIGHBORHOODS (ION) ACTIVITY DELIVERY COSTS, AS INCLUDED UNDER THE NEIGHBORHOOD-BASED SERVICE DELIVERY (NBSD) AND CODE ENFORCEMENT LINE ITEM IN THE CITY'S 2020 ANNUAL ACTION PLAN, THROUGH JUNE 30, 2024**

**WHEREAS**, on November 4, 2019, by Roll Call number 19-1792, Council approved the proposed 2020-2024 Consolidated Plan, which included the 2020 Annual Action Plan, for the US Department of Housing and Urban Development (HUD) Consolidated Plan; and

**WHEREAS**, the Annual Action Plan must provide a description of the activities the City will undertake during the next year to address priority needs and objectives, and one of the activities approved for Community Development Block Grant (CDBG) funding was Neighborhood-based Service Delivery (NBSD) and Code Enforcement; and

**WHEREAS**, on March 23, 2020, by Roll Call number 20-0528, Council approved reprogramming of prior years' unspent CDBG funding as an update to the 2020 Annual Action Plan allocations; and

**WHEREAS**, one of the reprogramming items approved on March 23, 2020 included increasing the NBSD and Code Enforcement allocation from \$1,616,184, as presented in the aforementioned 2020 Annual Action Plan approved on November 4, 2019, to \$2,435,763; and

**WHEREAS**, the intent of increasing the NBSD and Code Enforcement allocation was to fund the activity delivery startup costs of implementing the new Property Improvement Program, also known as Improving Our Neighborhoods (ION), within the Neighborhood Inspections Division (NID); and

**WHEREAS**, the remainder of the 2020 CDBG allocation for ION activity delivery costs was fully expended in July 2023; and

**WHEREAS**, NID has received an increase in program income, which is defined as the gross income received by the City directly generated from the use of CDBG funds, such as the repayment of special assessments or other bills placed against a private property because of code enforcement actions; and

**WHEREAS**, according to 24 Code of Federal Regulations (CFR) 570.504, program income may be retained by the City; and

**WHEREAS**, retained program income must be treated as additional CDBG funds subject to all applicable requirements governing the use of CDBG funds and shall be disbursed for eligible activities before additional cash withdrawals are made against the CDBG line of credit; and



Roll Call Number

23-1173

Agenda Item Number

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WHEREAS, due to the increase of NID program income that must be expended before additional CDBG funds are drawn from the US Treasury, staff recommends extending the CDBG allocation for ION activity delivery costs under NBSD and Code Enforcement activities to promote timely expenditures in compliance with 24 CFR 570.902.

NOW, THEREFORE, BE IT RESOLVED by the City Council for the City of Des Moines, Iowa that CDBG funding for ION activity delivery costs, as part of the NBSD and Code Enforcement activity, is extended through June 30, 2024.

(Council Communication No. 23-388)

Moved by Gatto to adopt.

Second by Voss.

FORM APPROVED:

/s/ Gary D. Goudelock Jr.
Gary D. Goudelock Jr., Assistant City Attorney

Table with 5 columns: COUNCIL ACTION, YEAS, NAYS, PASS, ABSENT. Rows include COWNIE, BOESEN, GATTO, MANDELBAUM, SHEUMAKER, VOSS, WESTERGAARD, and TOTAL.

CERTIFICATE

I, LAURA BAUMGARTNER, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

MOTION CARRIED APPROVED
J. M. Franklin Cownie Mayor

Laura Baumgartner City Clerk