



Huntsville, Alabama

305 Fountain Circle
Huntsville, AL 35801

Cover Memo

Meeting Type: City Council Regular Meeting **Meeting Date:** 6/13/2024

File ID: TMP-4269

Department: Community Development

Subject:

Type of Action: Approval/Action

Resolution authorizing the Mayor to submit the “2024 Annual Action Plan” to the U.S. Department of Housing and Urban Development for Community Development Block Grant and HOME Investments Partnerships Program funding.

Resolution No.

Finance Information:

Account Number: 515520

City Cost Amount: \$ 0

Total Cost: \$ 0

Special Circumstances:

Grant Funded: \$ 3,030,712.00

Grant Title - CFDA or granting Agency: CDBG & HOME - HUD

Resolution #: NA

Location: (list below)

Address: City Wide

District: District 1 ☒ District 2 ☒ District 3 ☒ District 4 ☒ District 5 ☒

Additional Comments: Resolution to approve the submission of the 2024 Annual Action Plan to receive CDBG and HOME funding.

RESOLUTION NO. 24-_____

WHEREAS, the Cranston-Gonzalez National Affordable Housing Act of 1990, as amended, and associated regulations of the U.S. Department of Housing and Urban Development require that participating jurisdictions in certain community development programs of the Federal Government, including the Community Development Block Grant (CDBG) and the HOME Investment Partnerships (HOME) Programs, prepare, adopt, and carry out a Five-Year Consolidated Plan with Annual Action Plans; and

WHEREAS, the Annual Action Plan describes activities and programs that are aligned with the Five-Year Consolidated Plan and outlines the Community Development Block Grant (CDBG) and the HOME Investment Partnerships (HOME) Programs funds that will be available and the specific activities that will be undertaken each U.S. Department of Housing and Urban Development program year; and

NOW THEREFORE BE IT RESOLVED, by the City Council of the City of Huntsville, Alabama that the Mayor of the City of Huntsville be authorized, requested, and directed to submit the “2024 Annual Action Plan,” a summary which is attached, to the U.S. Department of Housing and Urban Development, and to act in connection with the submission and to provide such additional information as may be required on behalf of the City of Huntsville, a municipal corporation in the State of Alabama. A copy of said document, identified as The City of Huntsville’s 2024 Annual Action Plan Summary, consisting of four (4) pages with the signature of the Council President or President Pro Tem and the date June 13, 2024 appearing on the margin of the first page, being permanently kept on file in the Office of the City Clerk of the City of Huntsville, Alabama.

ADOPTED this the 13th day of June 2024.

President of the City Council of
the City of Huntsville, Alabama

APPROVED this the 13th day of June 2024.

Mayor of the City of Huntsville,
Alabama

**City of Huntsville
2024 Annual Action Plan
Summary**

The City of Huntsville Community Development Department oversees the implementation of the City of Huntsville's 5-year Consolidated Plan, Annual Action Plans, and programs funded by the U.S. Department of Housing and Urban Development (HUD).

The 2024 Action Plan represents the fifth year of the five-year 2020-2024 Consolidated Plan period. The Annual Action Plan outlines the activities that will be undertaken during the program year. In accordance with HUD's 2020-2024 strategic framework, the City affirms that it will make every reasonable effort to expend federal resources in Huntsville neighborhoods with the greatest need. Therefore, projects identified in the 2024 Action Plan will be primarily used to benefit households and individuals within the category of extremely low- to moderate-income, along with organizations serving these demographic groups.

The federally funded HUD programs covered by the Annual Action Plan are the Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME).

The 2024 Action Plan, through a collaborative process including community partners, service providers, nonprofit housing developers, housing authorities, City departments/divisions, and citizens, identifies community development needs and established goals that align and leverage community priorities and funding to further public initiatives.

AP-15 Expected Resources – 91.220(c)(1,2)

The City of Huntsville receives Community Development Block Grant (CDBG) and HOME Investments Partnerships Program (HOME) entitlement funds that enable the City to direct important resources towards its low- to moderate-income neighborhoods, households, and individuals through various programs as outlined below. The table shows the annual funding amounts allocated to each program area. The 2024 Annual Action Plan provides a means by which HUD can ensure proper and efficient use of resources. As a requirement of the Annual Action Plan, HUD not only has an opportunity to review for appropriate use of funds but also has a benchmark document by which performance can be evaluated.

**President of the City Council of the
City of Huntsville, Alabama
Date: June 13, 2024**

Anticipated Resources

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$	
CDBG	public - federal	Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services	1,375,783	20,000	270,944	1,666,727	1,666,727
HOME	public - federal	Acquisition Homebuyer assistance Homeowner rehab Multifamily rental new construction Multifamily rental rehab New construction for ownership TBRA	724,780	224,277	414,928	1,363,985	1,363,985

AP-35 Projects – 91.220(d)

The distribution of funds for this fiscal year is based upon priorities developed in the Consolidated Plan. Allocations are approved based on a competitive solicitation of proposals from non-profit organizations, including social services agencies and affordable housing developers that are committed to provide housing and services to low to moderate income households, to prevent homelessness, to serve the homeless, to improve communities and to provide economic development opportunities.

Funding is allocated to entities carrying out eligible activities/projects/programs identified in the consolidated plan as a high priority. Requests are reviewed and evaluated on a number of criteria such as eligibility, organizational capacity, leveraging ability, number and income of citizens being served, and area being served. All activities/projects/programs are within a low/moderate income census tract or are programs that serve low/moderate income citizens, all within the City of Huntsville.

Common characteristics among these areas are:

- Higher percentages of households living below poverty
- Higher percentages of female headed households living below poverty
- Lower median incomes/over 50% of population are low- to moderate- income
- Lower per capita incomes
- Larger decline in median family income
- Higher percentage of unemployed

Projects

<u>CITY OF HUNTSVILLE</u> <u>2024 ANNUAL ACTION PLAN PROJECTS</u>			
PROJECT/PROGRAM	FUNDING SOURCE	AMOUNT	SUBRECIPIENT/PARTNER
DECENT HOUSING PROJECT			
Single Family New Construction Program	HOME	125,000.00	Habitat for Humanity, Inc. Family Services Center, Inc.
Community Housing Development Organization New Construction Program	HOME	250,000.00	Family Services Center, Inc.
Downpayment Assistance Program	HOME	100,000.00	City of Huntsville
Multi-Family Program	HOME	794,079.00	TBD
Rehabilitation	CDBG	600,000.00	City of Huntsville, ENABLE Madison County, Inc.

NEIGHBORHOOD STABILIZATION PROJECT/PUBLIC FACILITIES PROGRAM	CDBG	478,753.40	Recovery Organization of Support Specialists, Inc.
SPECIAL ECONOMIC DEVELOPMENT PROGRAM	CDBG	100,000.00	HATCH HSV, Inc.
FAIR HOUSING/PUBLIC ENGAGEMENT & CITIZEN PARTICIPATION PROJECT	CDBG	2,500.00	City of Huntsville, TBD
PLANNING	CDBG	100,000.00	TBD
PUBLIC SERVICES PROJECT	CDBG	\$15,000.00	Alabama Non-Violent Offenders Organization, Inc.
		\$119,817.00	Boys & Girls Clubs of North Alabama, Inc.
		\$20,000.00	Christmas Charities Year-Round, Inc.
		\$25,000.00	First Stop, Inc.
		\$15,000.00	Thrive Alabama, Inc.
		\$15,000.00	Village of Promise, Inc.
PROGRAM ADMINISTRATION	HOME	94,906.00	City of Huntsville
	CDBG	175,656.60	
	TOTAL	\$3,030,712.00	

AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

The City of Huntsville will provide CDBG and HOME funding to activities which benefit low to moderate income persons throughout the City. Much of the funding from the CDBG and HOME programs are available for use City-wide with emphasis on target and emerging areas. Some funding is available according to individual benefit, and/or area benefit. The numbers below are strictly estimates.