CITY OF MESA
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Community Revitalization

MEMORANDUM

To: Paul Wenbert, Interim Neighborhood Services Manager

From: Kit Kelly, Community Revitalization Director

Date: March 1, 2004

Subject: Alternate Recommended Projects for CDBG Funding

Each year staff proposes recommendations for City Council consideration utilizing CDBG entitlement funds for the following fiscal year. As part of its application to HUD the City can identify alternate projects that could be financed if funds became available.

The City allocates CDBG contingency funds each year to cover potential cost overruns. HUD allows a 10% contingency reserve. Initial allocations are determined based on cost estimates, however once an activity has started there may be changes in the actual costs. Staff recommends a 6.5% contingency for FY 2004/05.

CDBG program income may be received through loan payments or repayment of liens placed on properties that had been rehabilitated using federal funds in prior years. During the current fiscal year additional CDBG funds have become available due to the receipt of program income of $136,350 through January 2004. Funds reserved for housing rehabilitation are increased by program income received from this source.

If contingency funds are not fully utilized, significant program income is received, or some projects are unable to proceed in a timely manner; staff recommends the following projects be considered as alternates for CDBG funding:

Agency/Organization	Recommend	Project Description
1. NEDCO	$50,000	Mesa Grande Commercial Revitalization
2. Jefferson Park	$395,000	Ballfield and security lighting upgrades

Council approved $62,600 in FY 03/04 CDBG funding for Mesa Grande Commercial Revitalization in February 2004. Staff recommends that up to $50,000 of FY 04/05 funds be considered as an alternate project subject to successful completion of current contract.

Design of Jefferson Park ballfield and security lighting upgrades has been completed. Recommend as alternate project if funds become available.

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FY 2004/2005 Applications for Funding

ORGANIZATION	FY 03/04 Funding	FY 04/05 Request	FY 04/05 Recmn'd		PROJECT TYPE	PROGRAM DESCRIPTION	Council District
NON-PROFIT ORGANIZATIONS						**CDBG PROGRAM**	
A&A Cottages, Inc.	---	$179,775	$0	1	Acquisition	Acquisition of Contessa House, a group home for girls ages 8-18	2
American Red Cross, Grand Canyon Chapter	---	$20,000	$0		Public Service	Provide emergency transportation to DV victims through "Flight to Safety" prgm	Citywide
ARM of Save the Family	$11,000	---	---		Rehabilitation	Replace roofs on 3 affordable rental four-plexes	1
Arizona Bridge to Independent Living	$59,257	$71,076	$71,076		Rehabilitation	Accessibility modifications for 27 renter households in Mesa	Citywide
Boys & Girls Club of the East Valley	$150,000	---	---		Public Facility	Installation of A/C units for large & small gym, stage for small gym	4
CARE Partnership	---	$135,000	$0		Rehabilitation	Rehab and expand existing Community Center for medical & educational svcs.	4
Central Arizona Shelter Services (CASS)	$14,500	$10,175	$0		Public Service	Upgrade technology for new HMIS system	N/A
Child Crisis Center - East Valley	---	$600,000	$300,000		Public Facility	Acquire land for expansion of Family Resource Center	4
Community Legal Services	$25,000	$27,500	$27,500		Public Service	Provide Legal Services for Low-Income residents	Citywide
Community Services of Arizona	$0	$92,925	$0		Public Facility	Child Care facility at Tradewinds Apartments, 2145 W Broadway	3
House of Refuge East	$53,630	$55,000	$55,000		Rehabilitation	Replace roofs on 20 units at homeless housing campus (Phase II)	6
Housing for Mesa	$44,733	$44,733	$44,733		Public Service	Provide Homebuyer Counseling to LMI clients	Citywide
Labor's Community Service Agency	$16,500	$20,000	$18,000		Public Service	Foreclosure intervention program for LMI homeowners	Citywide
MCCD - Small Business Dev. Center	---	$50,000	$0		Economic Development	Provide technical assistance to Mesa businesses	Citywide
MesaCAN	---	$261,350	$261,350		Public Facility	Complete renovations of 635 E. Broadway building (Phase II)	4
MesaCAN	---	$25,000	$0	2	Planning	Concept design for rehab/new construction of housing project	5
Mesa Senior Services, Inc.	$265,000	$495,000	$0	3	Public Facility	Renovation and expansion to downtown Mesa Senior Center	4
NEDCO	$37,400	$50,000	$37,400		Economic Development	Business Technical Assistance & Development Loan Program	Citywide
NEDCO	$0	$50,000	$0	4	Economic Development	Mesa Grande Commercial Revitalization project	3
Valley of the Sun YMCA	$23,100	$196,523	$0		Public Facility	Neighborhood Sports Park/Playfield/Basketball Courts	4
NON-PROFIT ORGANIZATIONS TOTAL	$700,120	$2,384,057	$815,059				

NOTE:
1 Recommend considering for HOME funds
2 To be reserved from contingency funds subject to project readiness
3 Funding to be made available from FY 03/04 contingency for exercise area only.
Additional construction will be considered as an alternate project. Consider acquisition if building is available
4 $62,600 FY 03/04 Contingency Funding approved by Council 2/12/04.
Consider as an alternate project subject to successful completion of current contract

CDBG and HOME applications for housing activities are reviewed and recommendations discussed with Housing and Human Services Advisory Board

CITY DEPARTMENTS						**CDBG PROGRAM**	
-Code Compliance							
Comprehensive Code Enforcement Program	$233,347	$247,871	$247,871		Code Enforcement	Funding of 4 Code Compliance Officers to work in slum-blight areas of Mesa	Citywide
Demolition & Hazardous Condition Abatement	$40,000	$40,000	$28,000		Abatement	Demolish 5 homes and abate hazardous conditions at 15	Citywide
	$273,347	$287,871	$275,871			CODE COMPLIANCE TOTAL	
-Engineering							
Streetlight Upgrade	$253,563	---	---		Capital Improvement	Area 9 & 10 - Country Club/Extension-Broadway/8th Ave; Beverly, S of Main	3,4
Streetlight Upgrade	$35,000	$276,300	$276,300		Capital Improvement	Area 11 - Mesa Dr/Center St-University Dr-8th St	4
Streetlight Upgrade	---	$70,000	$35,000		Capital Improvement	Design of 2 priority areas (TBD)	TBD
Sewer Lines	---	$980,000	$0		Capital Improvement	Upgrade sewer lines in various location through out Target Area	4
Water Lines	---	$195,000	$0		Capital Improvement	Upgrade water lines in various location through out Target Area	4
	$288,563	$1,521,300	$311,300			ENGINEERING TOTAL	

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FY 2004/2005 Applications for Funding

ORGANIZATION	FY 03/04 Funding	FY 04/05 Request	FY 04/05 Recmn'd		PROJECT TYPE	PROGRAM DESCRIPTION	Council District
CITY DEPARTMENTS: Cont.'d						**CDBG PROGRAM**	
-Fire & Life Safety Education							
Smoke Detector Program	$2,669	$3,907	$2,768		Public Service	Distribute 500 smoke detectors to homes - Stapley/Williams-Main/Broadway	4
	$2,669	$3,907	$2,768			FIRE & LIFE SAFETY EDUCATION TOTAL	
-Parks and Recreation							
Acquisition & Cleanup - Horne Park	$485,000	- - -	- - -		Acquisition	Acquisition and site cleanup of a 4.25 acre property for a proposed park	4
Beverly Park Fencing	- - -	$150,000	$40,000	5	Capital Improvement	Design and Installation of perimeter fence and design of future park	3
Jefferson Park Lighting	$0	$395,000	$0	6	Capital Improvement	Upgrade security lighting and softball field lighting (Construction Cost)	6
Westwood High School Sports Fields	- - -	$100,000	$0		Capital Improvement	Renovate and construct sports field for community at Westwood High School	1
Kleinman Park Lighting - Final Phase	$0	$315,000	$0		Capital Improvement	Complete upgrade to security lighting around park (Construction Cost)	4
Kingsborough Park Improvements	- - -	$220,000	$0		Capital Improvement	Upgrade existing playground to comply with ADA	2
Broadway Recreation Center A/C	- - -	$150,000	$0		Capital Improvement	Installation of A/C and electrical upgrade at facility	4
	$485,000	$1,330,000	$40,000			PARKS AND RECREATION TOTAL	
-Solid Waste							
Clean Sweep Program	- - -	$15,690	$10,560		Public Service	Provide roll-off trash receptacles for Nuestro Neighborhood	4
	$0	$15,690	$10,560			SOLID WASTE TOTAL	
-Housing Services							
Lead Based Paint Inspection & Abatement	$35,000	$84,210	$35,000		Abatement	Funding for lead base paint testing/abatement in pre 1978 Housing	Citywide
FSS Support Services	- - -	$12,072	$6,000		Public Service	Funding for employability assistances for FSS participants	N/A
Rental Rehab Program	$75,000	$160,000	$110,000		Rehabilitation	Rehab 2 small multi-family apartments - total of 15 units	Citywide
Pilot Roofing Program	- - -	$63,750	$21,250		Rehabilitation	Roof replacement for homes within Nuestro Neighborhood	4
Housing Rehabilitation							
Homeowner Rehab	$1,240,000	$1,500,000	$1,220,000		Rehabilitation	Homeowner rehab - 60 emergency, 35 regular	Citywide
Neigh. Revitalization Area	- - -	$180,000	$180,000		Rehabilitation	Homeowner rehab - 6 regular in Nuestro Neighborhood	
Administration	$404,231	$66,150	$66,150		Administration	Staff and other administrative costs	N/A
Project Delivery	- - -	$358,292	$358,292		Project Delivery	Cost to deliver Housing Rehab program	N/A
	$1,754,231	$2,424,474	$1,996,692			HOUSING TOTAL	
-Community Revitalization							
Administration	$379,000	$400,000	$400,000		Administration	Admin & project delivery for CDBG/HOME/ESG programs	N/A
Landlord/Tenant Counseling	$0	$0	$0	7	Public Service	Provide landlord/tenant helpline and information to Mesa landlords and tenants	Citywide
Neighborhood Planning	$10,000	$35,000	$0		Neighborhood Planning	Development of housing or neighborhood plans	N/A
Relocation	- - -	$100,000	$0	8	Relocation	Relocation expenses if occupied properties are purchased	Citywide
	$389,000	$535,000	$400,000			COMMUNITY REVITALIZATION TOTAL	
CITY DEPARTMENTS TOTAL	$3,192,810	$6,118,242	$3,037,191				
Contingency Funds	$260,070		$266,750	9		Funds to cover project cost overruns & contingent projects	
	$260,070	$0	$266,750			CONTINGENCY TOTAL	
TOTAL - CDBG FUND REQUESTED	$4,153,000	$8,502,299	$4,119,000				
CDBG Funds Available	$4,153,000	$4,119,000	$4,119,000				
Difference	$0	($4,383,299)	$0				

5 Recommended funding is for the design of the park only
6 Project to be considered as an alternate
7 Utilize prior year funding for this activity
8 If needed, utilize funding from contingency
9 NEDCO funded $62,600 from FY 03/04 Contingency

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FY 2004/2005 Applications for Funding

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NON-PROFIT ORGANIZATIONS						**HOME PROGRAM**	
A&A Cottages, Inc.	- - -	$179,775	$0	1	Acquisition	Acquisition of Contessa House, a group home for girls ages 8-18	2
ARM of Save the Family	$375,000	$400,000	$400,000		Acquisition/Rehab	Acquire and rehab 3 houses for affordable rentals to LMI families	Citywide
ARM of Save the Family	$50,000	$50,000	$50,000	2	CHDO Operations	Operations/overhead for CHDO program	1
Community Services of Arizona	- - -	$608,800	$315,225	3	Acquisition/Rehab	Acquire and rehab 8 houses for affordable rentals to LMI families	Citywide
East Valley Habitat for Humanity	$50,000	- - -	- - -		Land Acquisition	Acquire 2 lots to build single family homes	4
Housing For Mesa	$250,000	$250,000	$250,000		Acquisition/Rehab	Acquire/rehab 10 houses for resale to families	Citywide
Housing For Mesa	$50,000	$50,000	$50,000	2	CHDO Operations	Operations/overhead for CHDO program	4
Land Acquisition Program	$160,000	$100,000	$100,000		Land Acquisition	Buy properties for affordable housing purpose	Citywide
Relocation	$0	$0	$0		Relocation	Relocation expenses for the purchase of occupied properties	Citywide
NON-PROFIT ORGANIZATIONS TOTAL	$935,000	$1,458,800	$1,165,225				

1 Project to be considered as alternate depending on project feasibility
2 CHDO (Community Housing Development Organization)
Operational support for CHDO projects funded by Maricopa HOME Consortium
3 Fund remaining balance of request from prior year funds.

CITY DEPARTMENTS:						**HOME PROGRAM**	
-Housing Services							
Substantial Rehab/Reconstruction Program	- - -	$192,000	$192,000		Rehabilitation	Substantial rehabilitation or reconstruction for 3 houses in Nuestro neigh.	4
	$0	$192,000	$192,000			HOUSING SERVICES TOTAL	
-Community Revitalization							
Administration	$71,000	$74,000	$74,000		Administration	Administrative costs for program mgmt/oversight	NA
	$71,000	$74,000	$74,000			COMMUNITY REVITALIZATION TOTAL	
CITY DEPARTMENTS TOTAL	$71,000	$266,000	$266,000				
TOTAL - HOME FUND REQUESTED	$1,006,000	$1,532,800	$1,239,225				
HOME Funds Available	$1,257,446	$1,239,225	$1,239,225				
Difference	$251,446	($293,575)	$0				

NON-PROFIT ORGANIZATIONS						**ESG PROGRAM**	
MesaCAN	$65,500	See Note:	See Note:		Operations	Operations of East Valley Men's Center (EVMC)	*
PREHAB of Arizona, Autumn House	$31,500	See Note:	See Note:		Operations	Operations of domestic violence shelter	**
PREHAB of Arizona, La Mesita	$25,000	See Note:	See Note:		Operations	Operations of family homeless shelter	**
TOTAL	$122,000	$0	$0				
ESG Funds Available	$122,000	$151,914	$151,914				
Difference	$0	$151,914	$151,914				

NOTE: New ESG Funds of $29,914 will be redistributed to the current three (3) ESG providers in equal proportions.
Applications for Human Services funding that are eligible for ESG funding are also considered for Human Service funding.
Listing of these applications for public services does not obligate the City to fund the projects through the ESG program.

* Located outside City limits
** Address suppressed

NOTE: ESG applications are reviewed and recommendations approved by the Housing and Human Services Advisory Board.

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