

**TOWN OF PRESCOTT VALLEY  
REQUEST FOR COUNCIL ACTION  
Date: February 2, 2012**

**SUBJECT:** FY 2012 Community Development Block Grant (CDBG) Funding Prioritization

**SUBMITTING DEPARTMENT:** Management

**PREPARED BY:** Ryan Judy, Deputy Town Manager

**AGENDA LOCATION:** Comments/Communications , Consent , Work/Study ,  
New Business , Public Hearing , Second Reading

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**ATTACHMENTS:** A) Loos Drive Improvements Map, B) Outside Agency Funding Requests

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**SUMMARY/BACKGROUND:** As a member of the Northern Arizona Council of Governments, the Town is part of a formula to receive CDBG Regional Account (RA) funds every four years. While we were initially informed that the Town would receive approximately \$600,000, the federal CDBG budget was reduced by 12% and the amount the Town can now expect to receive is approximately \$485,858. There is also an opportunity for the Town to apply for up to \$300,000 in CDBG State Special Projects (SSP) funds that are awarded state wide on a competitive basis.

Projects eligible for these grants must meet at least one of the following criteria: 1) at least 51% of the persons who benefit from the project must have low-to-moderate income; 2) the project must aid in the prevention or elimination of slum or blight; or 3) the project must address an urgent health hazard.

On November 17<sup>th</sup>, 2011, the Council held a public hearing to obtain input from the public regarding potential projects. During the hearing, several projects were presented for the Council's consideration for the Regional Account funding:

- \$600,000 – Loos Drive Improvements to include an additional lane, curb & gutter, sidewalk, & drainage improvements – Submitted by Town Staff
- \$150,000 – Purchase land and construct food bank – Submitted by St. Vincent De Paul
- \$125,000 – Establish a micro-enterprise/revolving loan program– Submitted by PVEDF
- \$30,000 – Parking lot & building renovations– Submitted by West Yavapai Guidance Clinic
- \$28,770 – Building renovations – Submitted by Stepping Stones Agencies

One project was submitted for potential SSP funding: \$300,000 for Loos Drive improvements, to include possible widening, drainage, curb & gutter, and sidewalk improvements. The Arizona Department of Housing has yet to issue the Notice of Funding Availability (NOFA) for these funds.

Staff now seeks direction from the Council to prioritize the proposed projects. After receiving direction, staff will prepare an agenda item for the regular Council meeting on March 8<sup>th</sup>, 2012, for a second public hearing to discuss the selected project(s) and pass the appropriate resolutions.

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**ACTION OPTION:** For Discussion Only.

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**RECOMMENDATION:** For Discussion Only.

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**FISCAL ANALYSIS:** CDBG funds are not required to be matched by local entities. Should the council prioritize the outside agency proposed projects ahead of Town submitted projects, we would ask the Council to consider contracting with NACOG to administer those grants. NACOG may charge up to 18% for administration.

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**REVIEWED BY:**

Management Services Director \_\_\_\_\_

Town Clerk \_\_\_\_\_

Town Attorney \_\_\_\_\_

Town Manager \_\_\_\_\_

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**COUNCIL ACTION:**

Approved    Denied    Tabled/Deferred    Assigned to \_\_\_\_\_