

**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

FROM: Luke Watson, Deputy City Manager

DATE: November 15, 2022

SUBJECT: Approve Community Development Block Grant (CDBG) Substantial Amendment to the 2022-23 CDBG Annual Action Plan for the Reallocation of CDBG Funds to the Mary Phillips Senior Center

PREPARED BY: Brandon Rabidou, Principal Management Analyst

RECOMMENDATION: That the City Council adopt the resolution entitled:

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TEMECULA APPROVING THE SUBSTANTIAL AMENDMENT TO THE 2022-23 COMMUNITY DEVELOPMENT BLOCK GRANT ANNUAL ACTION PLAN AND FINDING THE ACTIONS TO BE EXEMPT FROM FURTHER ENVIRONMENTAL REVIEW UNDER THE CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA) AND NATIONAL ENVIRONMENTAL PROTECTION ACT (NEPA)

BACKGROUND:

The U.S. Department of Housing and Urban Development (HUD) requires all entitlement communities receiving Community Development Block Grant (CDBG) funds, such as the City of Temecula, to prepare and submit a Consolidated Plan every five years to establish a unified, strategic vision for community development, housing and economic development actions. The Consolidated Plan encompasses the analysis of local community needs and coordinates appropriate responses to those needs and priorities. The Temecula City Council adopted its most recent Five-Year Consolidated Plan for Fiscal years 2022-26 on April 26, 2022, which also includes the first Action Plan of that cycle (2022-23 Annual Action Plan) on April 26, 2022.

The Consolidated Plan is carried out through Annual Action Plans, which provide a concise summary of the actions, activities, and the specific federal and non-federal resources that will be used each year to address the priority needs and specific goals identified by the Consolidated Plan.

Per the City's Citizen Participation Plan, a Substantial Amendment to an Annual Action Plan is required when a "substantial" change is proposed, which includes:

- To carry out a project not previously described in the Annual Action Plan using funds covered by the Consolidated Plan, including program income.
- To substantially amend the purpose, scope, location, or beneficiaries of a project.
- To substantially amend the allocation priorities or the method of distributing funds.

SUBSTANTIAL AMENDMENT PROPOSED CHANGES:

The Substantial Amendment to the 2022-2023 Action Plan is necessary because the City is proposing to carry out a project not previously described in the Annual Action Plan using funds covered by the Annual Action Plan. The City's 2022-2023 annual action plan previously accounted for the funds to be used for the "removal of architectural barriers for public right of ways in roadways, public facilities" on a capital improvement project. This Substantial Amendment No. 1 to the 2022-2023 Annual Action Plan officially assigns these funds (\$331,014) identified in the Action Plan to the ADA Improvements Project at the Mary Phillips Senior Center (PW20-13). The project's current CDBG budget is \$726,569.78, with the additional assignment of funds the projects total CDBG contribution is \$1,057,583.78. Measure S funds in the amount of \$258,425 are also being provided for the project.

NOTICING

A Notice of Public Hearing and the commencement of the 30-day public review period was published in the *Press Enterprise* on October 15, 2022, informing the public of the proposed substantial amendment.

FISCAL IMPACT: The approval of the Substantial Amendment will allow the expenditure of the City's appropriation of federal CDBG funds for the 2022-23 Program year.

ATTACHMENTS:

1. Resolution – Substantial Amendment No. 1 to the 2022-2023 Annual Action Plan
2. Exhibit A – Substantial Amendment
3. Notice of Public Hearing