

# Memorandum



CITY OF DALLAS

DATE May 21, 2021

TO Honorable Mayor and Members of the City Council

SUBJECT **FY 2021-22 HUD Consolidated Plan Budget**

On April 28, the City Council approved preliminary adoption of the FY 2021-22 U.S. Department of Housing and Urban Development (HUD) Consolidated Plan Budget, which was based on allocations provided by HUD in February. This weekend, the City received the attached letter from HUD (dated May 13), notifying us the CDBG amount has been revised. The table below indicates the additional CDBG funds the City will receive from HUD for FY 2021-22.

Grant	Original Amount (2/25/21)	Revised Amount (5/13/21)	Difference
CDBG	\$14,867,635	\$15,086,728	\$219,093

To balance the FY 2021-22 CDBG budget to the actual grant amount, we must revise the budget. The City Manager recommends using the additional funds to increase the Home Improvement and Preservation Program to \$3,094,038 from \$2,874,945.

The full Consolidated Plan budget is still within the required 30-day public review period that started on April 29. We will advertise this budget revision in the Dallas Morning News and conduct the public hearing on May 26 as planned. We have also updated the agenda item for final budget adoption scheduled for City Council consideration on June 9 to reflect this increase in the Home Improvement and Preservation Program. The City Council will have an opportunity to approve or amend the budget at that time.

If you have any questions, please contact me or Chan Williams, Assistant Director in Budget and Management Services.

  
M. Elizabeth Reich  
Chief Financial Officer

[Attachment]

- c: Community Development Commission  
T.C. Broadnax, City Manager  
Chris Caso, City Attorney  
Mark Swann, City Auditor  
Billierae Johnson, City Secretary  
Preston Robinson, Administrative Judge  
Kimberly Bizzor Tolbert, Chief of Staff to the City Manager
- Majed A. Al-Ghafry, Assistant City Manager  
Jon Fortune, Assistant City Manager  
Joey Zapata, Assistant City Manager  
Dr. Eric A. Johnson, Chief of Economic Development and Neighborhood Services  
M. Elizabeth (Liz) Cedillo-Pereira, Chief of Equity and Inclusion  
Directors and Assistant Directors



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
WASHINGTON, DC 20410-7000

OFFICE OF COMMUNITY PLANNING  
AND DEVELOPMENT

May 13, 2021

The Honorable Eric Johnson  
Mayor of Dallas  
1500 Marilla Street  
Suite 5EN  
Dallas, TX 75201-6318

Dear Mayor Johnson:

I am pleased to inform you of your jurisdiction's Fiscal Year (FY) 2021 allocations for the Office of Community Planning and Development's (CPD) formula programs, which provide funding for housing, community and economic development activities, and assistance for low- and moderate-income persons and special needs populations across the country. Public Law 116-260 includes FY 2021 funding for these programs. Please note that this letter reflects a revised amount for the Community Development Block Grant and Section 108 borrowing authority. Your jurisdiction's FY 2021 available amounts are as follows:

Community Development Block Grant (CDBG)	\$15,086,728
Recovery Housing Program (RHP)	\$0
HOME Investment Partnerships (HOME)	\$5,897,968
Housing Opportunities for Persons With AIDS (HOPWA)	\$7,943,508
Emergency Solutions Grant (ESG)	\$1,290,230

Individuals and families across the country are struggling in the face of four converging crises: the COVID-19 pandemic, the resulting economic crisis, climate change, and racial inequity. Through these bedrock programs, CPD seeks to develop strong communities by promoting integrated approaches that provide decent housing and suitable living environments while expanding economic opportunities for low- and moderate-income and special needs populations, including people living with HIV/AIDS. We urge grantees to strategically plan the disbursement of grant funds to provide relief for those affected by these converging crises and help move our country toward a robust recovery.

Based on your jurisdiction's CDBG allocation for this year, you also have \$63,821,640 in available Section 108 borrowing authority. Since Section 108 loans are federally guaranteed, this program can leverage your jurisdiction's existing CDBG funding to access low-interest, long-term financing to invest in Opportunity Zones or other target areas in your jurisdiction.

HUD continues to emphasize the importance of effective performance measurements in all its formula grant programs. Proper reporting in the Integrated Disbursement and Information System (IDIS) is critical to ensure grantees comply with program requirements and policies, provide demographic and income information about the persons that benefited from a community's

activities, and participate in HUD-directed grantee monitoring. Your ongoing attention to ensuring complete and accurate reporting of performance measurement data continues to be an invaluable resource with regard to the impact of these formula grant programs.

The Office of Community Planning and Development is looking forward to working with you to promote simple steps that will enhance the performance of these critical programs and successfully meet the challenges that our communities face. If you or any member of your staff have questions, please contact your local CPD Office Director.

Sincerely,

A handwritten signature in blue ink, appearing to read "James", with a stylized flourish extending to the right.

James Arthur Jemison II  
Principal Deputy Assistant Secretary  
for Community Planning and Development