

CITY COUNCIL

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APPROVED **DENIED**

Reso No. _____ File No. _____

Ord No. _____

Agenda Item No.: _____
Date: May 10, 2006

TO: Honorable Mayor and Members of the City Council
FROM: Jerry Van Leeuwen, Director of Housing & Neighborhood Services
SUBJECT: FIRST AMENDMENT TO THE FY 2006-2007 ONE-YEAR ACTION PLAN

RECOMMENDATION:

It is requested that Council adopt Resolution No. 2006-106, amending the FY 2006-2007 One-Year Action Plan to include:

- 1) A re-allocation of \$85,000 from project funds allocated on April 5, 2006 for design work related to the Westside/Tulip Street (2nd to 15th) to the Westside/Upas Street project; and
- 2) A new allocation of \$35,000 from an unprogrammed fund balance to the Westside/Upas Street project.

FISCAL ANALYSIS:

The two allocations totaling \$120,000 are required for additional work needed for completion of the project. The City of Escondido receives an annual formula allocation of CDBG Program funding from the U.S. Department of Housing and Urban Development (HUD). The unallocated fund balance accumulates from project savings, payoff of housing rehabilitation loans, and remaining balances from completed projects. All project expenses and allocations discussed herein are paid from CDBG funds, developer participation/Tract 874, and the Storm Drain fund 227.

CORRELATION TO THE CITY COUNCIL ACTION PLAN:

This item relates to the Council's Action Plan regarding Image and Appearance.

PREVIOUS ACTIONS:

On March 24, 2004, an allocation of \$1,000,000 was approved for the Westside/Upas Street Improvement Project.

On May 4, 2005, the City Council approved the FY 2005-2006 One-Year Action Plan and Five-Year Consolidated Plan, which included an additional allocation of \$1,045,280 for the Westside/Upas Street Project.

On April 5, 2006, the City Council adopted the FY 2006-2007 One-Year Action Plan and approved its submission to HUD. Allocations for funding of specific projects, including Westside/Tulip Street (2nd to 15th), were included in that Action Plan.

BACKGROUND:

Westside/Upas Street project includes comprehensive street improvements on South Upas Street between 9th and 15th Avenues. Improvements have included curbs, gutters, sidewalks, storm drains, street lights, sewer improvements and new or re-surfaced streets in the public rights-of-way.

CONCLUSION:

Staff recommends amending the FY 2006-2007 One-Year Action Plan to re-allocate a total of \$120,000 to the Westside/Upas Street project for completion. Staff recommends re-allocating \$85,000 from the Westside/Tulip Street design project adopted April 5, 2006, as well as \$35,000 from unprogrammed fund balance to fund this re-allocation and to complete the project. Any CDBG funds remaining after the completion of the Westside/Upas Street project will be re-allocated to the Westside/Tulip Street project.

Respectfully submitted,

Jerry Van Leeuwen
Director of Housing & Neighborhood Services

Rich Buquet
Neighborhood Projects Administrator