

ECONOMIC AND COMMUNITY DEVELOPMENT COMMITTEE MINUTES

May 12, 2020

Call to Order

Councilman Erskine Oglesby called the meeting to order at 4:30 p.m. A quorum was present, including Chairman Chip Henderson, Vice-Chairman Ken Smith, and Council members Carol Berz, Anthony Byrd, Demetrus Coonrod, Russell Gilbert, and Darrin Ledford. Phil Noblett, City Attorney, and Lydia Christoph, Administrative Support, were also present. Councilman Jerry Mitchell was not present.

Others in Attendance

ECD: Donna Williams, Administrator, and Richard Beeland, Deputy Administrator

Approval of Minutes

With no objections, Councilman Oglesby ruled that the minutes of the last meeting (April 21, 2020) were approved as published.

This Week's Agenda: May 12, 2020

Resolutions – Agenda Item 7A

There were no questions regarding this resolution. Therefore, the issue was closed.

Next Week's Agenda: May 19, 2020

Resolutions – Agenda Items 7A-B

There were no questions regarding these resolutions. Therefore, the issue was closed.

CDBG Funding Proposals

Ms. Williams and Mr. Beeland gave a presentation on the “City of Chattanooga 2020-2024 Consolidated Plan and 2020-2021 Action Plan.” Their presentation (attached) included information on the following:

- Purpose
- Consolidated Plan
- Funding History

- Consolidated Plan Process
- Input 1
- Input 2
- Priority Needs
- Five Year Goals
- Community Development Action Plan Funding for FY2020-2021
- Community Development (CDBG) FY2020-2021 Funding Recommendations
- Next Steps
- Comments, Questions

Councilwoman Coonrod questioned Ms. Williams on the following topics:

- Salary increases for administration;
- Specifically where housing assistance money was going;
- Approval of funds for rental assistance and utilities (in terms of how many applied for assistance, and from which districts, as well as how extensive the application process had been, and if any funding had already been transferred to applicants).

Upon no further questions or comments, the issue was closed.

Adjournment

There being no further business, Councilman Oglesby adjourned the meeting at 4:55 p.m.

*Attachment:
PDF of ECD Presentation*

City of Chattanooga
2020 – 2024
Consolidated Plan
&
2020 – 2021
Action Plan

May 12, 2020

Department of
Economic & Community Development



Purpose

- I. Give Overview/Purpose of Plan*
- II. Provide Update Priorities, Goals, Strategies, and Resources*
- III. Cover Funding Recommendations for FY 2020 - 2021*
- IV. Provide Information on Next Steps*



CONSOLIDATED PLAN

A strategic plan that combines the planning, application, and reporting process for certain grants received by the City from the U.S. Department of Housing and Urban Development (HUD).

HOME Investment Partnership Program (HOME)

Community Development Block Grant (CDBG)

*Emergency Solutions Grant (ESG)**

*(*Funding will be received from State of Tennessee)*

The 2020 – 2024 Plan will be submitted to HUD May July 2020

Funding History

(Used in Setting Budget for 5-Year Plan)

Consolidated Plans	CDBG	HOME	ESG	Total	% Change
2001 - 2004	\$12,330,000	\$6,541,861	\$438,413	\$19,310,274	-
2005 - 2009	\$9,557,826	\$5,820,413	\$419,711	\$15,797,950	18.2% ↓
2010 - 2014	\$8,506,999	\$4,478,595	\$508,703	\$13,494,297	14.6% ↓
2015 - 2019	\$8,175,650	\$3,675,037	\$733,102	\$12,581,789	6.8% ↓
2020 – 2024 (Estimates)	\$8,175,650	\$3,675,037	\$733,102	\$12,581,789	

Consolidated Plan - Process



INPUT

Emphasis on ensuring reflection and representation of community

Receiving Input Relative to:

- *Housing*
- *Homelessness*
- *Fair Housing*
- *Economic Development*
- *Human/Public Services*
- *Aging Adults*
- *Persons With Disabilities*
- *Community Development*
- *Planning*

Receiving From:

- *Program Beneficiaries*
- *Residents - in low-to-moderate income brackets*
- *Providers of Services - nonprofit organizations, foundations, governmental, and businesses*
- *Community Representatives – neighborhood associations, advisory boards, elected officials, etc.*

INPUT

- **Public Meetings**

- *12/2/19 Carver YFD Center*
- *12/3/19 South Chattanooga YFD Center*
- *1/8/2020 Eastdale YFD Center*
- *1/9/2020 South Chattanooga YFD Center*
- *2/1/2020 Shepherd YFD Center*

- **Community Needs Survey**

- *Available on-line*
- *Paper versions distributed in various locations and available in City Hall*

- **Other Input and Data Sources**

- *Census Data*
- *HUD supplied data*
- *Housing Connections Report*
- *Analysis of Impediment to Fair Housing Plan*
- *Homelessness Action Plan*
- *THDA's 2019 Tennessee Housing Market Report*
- *Media Articles*
- *Continuum of Care*
- *Transportation Improvement Program Report*
- *Historic River to Ridge Area 3 Input*
- *Agencies' strategic plans*
- *Survey and other information from City departments*
- *Consultations with relevant partner agencies*
- *City's BFO Input Sessions*

Priority Needs

1	Priority Need Name	EXPAND AFFORDABLE HOUSING OPPORTUNITIES
2	Priority Need Name	PRESERVE EXISTING AFFORDABLE HOUSING UNITS
3	Priority Need Name	BLIGHT REMOVAL
4	Priority Need Name	REDUCE POVERTY/EXPAND ECONOMIC OPPORTUNITY
5	Priority Need Name	PUBLIC SERVICES
6	Priority Need Name	HOUSING/SERVICES FOR THE HOMELESS/AT-RISK
7	Priority Need Name	PUBLIC FACILITY AND INFRASTRUCTURE IMPROVEMENTS
8	Priority Need Name	PLANNING AND ADMINISTRATION

Five- Year Goals

Goal	Period	Funding	Outcome - Indicator
<p>Increase Affordable Housing Opportunities – <i>Creation/preservation of affordable housing including new construction, rehabilitation, down payment assistance, rental assistance, and education.</i></p>	<p>2020 - 2024</p>	<p>CDBG \$3,090,550 HOME \$3,307,534</p>	<p>50 Homeowner units added 400 Rental units constructed/developed 500 Rental units renovated/preserved 250 Homeowner units renovated 25 Households assisted with home purchase</p>
<p>Provide Public Services <i>Housing and housing related services for extremely low- to moderate income households</i></p>	<p>2020 - 2024</p>	<p>CDBG \$250,000</p>	<p>10,000 Assisted with housing connection and stabilization services, tenant-based rental assistance/rapid re-housing, homebuyer education counseling, and Fair Housing education</p>

Goal	Period	Funding	Outcome - Indicator
Provide Services and Housing for Homeless	2020 - 2024	ESG \$681,785	Assist with tenant-based rental assistance/rapid-re-housing, provide assistance through overnight shelters, and assist with providing services to prevent homelessness
Goal	Period	Funding	Outcome - Indicator
Increase Employment Opportunities	2020 - 2024	CDBG \$1,700,000	Jobs created/retained:180 Jobs Businesses assisted: 45 Businesses Assisted
Goal	Period	Funding	Outcome - Indicator
Community Dev: Public Facilities & Infrastructure	2020 - 2024	CDBG: \$1,000,000	Public Facility or Infrastructure Activities other than Low/Moderate Income Housing Benefit: 63,867 Persons Assisted
Blight Elimination		\$500,000	
Grant Administration		CDBG \$1,635,100 HOME \$367,500 ESG \$51,316	Effective and efficient implementation of CDBG, ESG, and HOME funding requires adequate resources for program planning and administration

Community Development Action Plan Funding for FY 2020 - 2021

	ESG	HOME	CDBG	Total
Grant	\$160,500	\$847,236	\$1,596,240	\$2,603,976
Program Income	-0-	\$491,000	\$375,316	\$866,316
Total	\$160,500	\$1,338,236	\$1,971,556	\$3,470,292
Less CD Admin.	(\$10,500)	(\$133,823)	(\$394,300)	(\$538,623)
Less Debt Service			(\$336,000)	(\$336,000)
Available for Activities	\$150,000	\$1,204,413	\$1,241,256	\$2,595,669
Process to allocate funding to projects/programs/activities	City will do an RFP for homeless services when funding is awarded from THDA	Funding will be available via the “open” RFP process for affordable housing preservation and production	Review applications requesting funding resulting from RFP posted February 6, 2020	

Community Development (CDBG)

FY 2020 – 2021 Funding Recommendations

HOUSING & HOUSING SERVICES - CDBG	RECOMD' REQUEST	FUNDING
CHATTANOOGA COMMUNITY HOUSING DEVELOPMENT (CCHDO) - Roofing Program	\$ 250,000	\$ 250,000
CATHOLIC CHARITIES OF EAST TENNESSEE - Facility Improvement	\$ 12,150	\$ 10,950
CHATTANOOGA NEIGHBORHOOD ENTERPRISE, INC - Homeowner Rehab Program	\$ 250,000	\$ 250,000
FAMILY PROMISE - Case Management	\$ 44,000	\$ 25,000
HABITAT FOR HUMANITY OF GREATER CHATTANOOGA - Home Repair Program	\$ 75,000	\$ 75,000
REBUILDING TOGETHER CHATTANOOGA - Home Repair Program	\$ 50,000	\$ -
CHATTANOOGA REGIONAL HOMELESS COALITION - CRHC - CoC Match	\$ 35,335	\$ -
CHATTANOOGA ROOM IN THE INN - Staff/housing assistance	\$ 35,000	\$ -
CHATTANOOGA HAMILTON COUNTY HEALTH DEPARTMENT - Housing stabilization- rental assistance	\$ 30,000	\$ 30,000
ECD & OTHER CITY DEPARTMENTS		
COMMUNITY DEVELOPMENT ADMIN	\$ 394,300	\$ 394,300
SECTION 108 DEBT SERVICE	\$ 336,000	\$ 336,000
PUBLIC INFRASTRUCTURE - Sidewalks	\$ 200,000	\$ 200,000
HOUSING ASSISTANCE AND PRESERVATION	\$ 500,000	\$ 400,306
TOTAL	\$ 2,211,785	\$ 1,971,556
AVAILABLE FUNDING	\$ 1,971,556	\$ 1,971,556
	\$ (240,229)	\$ -

Next Steps

12/2/19	Community Input – Carver Center
12/3/19 –1/8/20	Community Input – Eastdale Rec. Center
12/10/19 1/9/20	Community Input – South Chattanooga Complex
12/2/19 – 1/16/20	Consultations/data collection from partner entities and other sources
1/18/20 2/1/20	Report to Community on Priorities and Goals – Shepherd Center
2/6/20	Application Workshop for partner entities
3/6/20	Applications Due
3/19/20 –5/4/20	Committee Meeting – proposed projects and use of budgeted funding
3/31/20 –5/12/20	Presentation to City Council
4/3/20 6/3/20	Draft of full plan available for review and comments (30 days)
4/20/20 6/15/20	Public Meeting – Con Plan and Action Plan
5/5/20 –7/7/20	Need City Council vote Approving Plans
5/15/20 –7/15/20	Plans submitted to HUD
7/1/20 9/1/20	Projects/Programs Start

Comments, Questions