



HISTORIC  
FRANKLIN  
TENNESSEE

MEMORANDUM

April 12, 2011

**To:** Board of Mayor and Alderman

**From:** Eric Stuckey, City Administrator *Eric*  
Vernon Gerth, ACA-Community & Economic Development  
Kathleen Sauseda, Interim Housing Coordinator

**Subject:** Resolution 2011-21 to Approve Year 2 Action Plan of the CDBG Consolidated Plan

**Purpose**

The purpose of this memorandum is to present to the Board of Mayor and Aldermen (BOMA) proposed programming and allocation for the Year 2 Action Plan of the City's Community Development Block Grant (CDBG) five-year Consolidated Plan.

**Background**

The City of Franklin has identified affordable housing development as an important issue in the community. The mission of the Community Development Block Grant program in Franklin is to develop, in cooperation with its residents, business partners, and not-for-profit housing agencies, viable urban communities by providing decent housing and a suitable living environment and to expand economic opportunities principally to low and moderate-income persons.

The Department of Housing and Urban Development requires entitlement communities to develop and submit an Annual Action Plan reflecting the projections of the next fiscal year. Suggested programs for the year 2 Action Plan are similar to last year with the exception of adding a program for Homeless/Programs/Shelters. The City of Franklin is obligated to utilize CDBG funding in accordance with HUD guidelines.

**Financial Impact**

Programs and recipient contracts will be funded by the Community Development Block Grant entitlement the City receives annually. The 2011-12 entitlement has not been announced.

**Recommendation**

Staff with input from the Affordable/Workforce Housing Advisory Commission and the Public Hearing held on March 3, 2011 recommends approval of the following programs and allotment by percentage.

<b>Emergency Rehab</b>	<b>50 %</b>	<b>\$ 138,000</b>
<b>Community Based Development Organization</b>	<b>15 %</b>	<b>41,400</b>
<b>Homeownership/Fair Housing Counseling</b>	<b>5 %</b>	<b>13,800</b>
<b>Homeless Programs</b>	<b>10 %</b>	<b>27,600</b>
<b>Administration</b>	<b>20 %</b>	<b>55,200</b>
<b>Total (anticipated \$276,000 entitlement)</b>	<b>100 %</b>	<b>\$ 276,000</b>

**RESOLUTION 2011-21**

**A RESOLUTION APPROVING THE 2010-2015 STRATEGIC CONSOLIDATED PLAN AND ANNUAL ACTION PLAN FOR 2011-12 AND, AUTHORIZING A REQUEST FOR HOUSING AND URBAN DEVELOPMENT CDBG PROGRAM FUNDS.**

**WHEREAS**, Regulation 24 CFR Part 91 issued by the U. S. Department of Housing and Urban Development (HUD) requires the city to submit and receive HUD approval of a Consolidated Plan and Annual Action plan as part of a HUD-approved Consolidated Plan for the City of Franklin; and

**WHEREAS**, Title 1 of the Housing and Community Development Act of 1974, as amended, establishes a Community Development Block Grant (CDBG) program for the purpose of developing viable urban communities by providing decent housing and suitable living environment and expanding economic opportunities and preventing and/or eliminating conditions of blight, principally for persons of low and moderate income; and

**WHEREAS**, the City of Franklin desires to carry out HUD-funded programs;

**NOW, THEREFORE, BE IT RESOLVED**, that the 2010-2015 Consolidated Plan and the 2011-12 Action Plan of the City of Franklin Consolidated Plan for Housing and Community Development required by HUD federal legislation is hereby adopted and approved.

**BE IT FURTHER RESOLVED**, that the City of Franklin and its officials are authorized and directed to assume full responsibility for assuring that its Consolidated Plan and associated housing initiatives are carried out in full compliance with HUD issued regulations and authorizing appropriate city officials to execute any documents with HUD to implement the CDBG program.

**BE IT FURTHER RESOLVED**, that any changes to the anticipated CDBG funding will be apportioned on a pro rata share to the categories in the Annual Action Plan and that the City of Franklin and its officials understand that to achieve the overall goal of assisting low- and moderate-income families with decent, affordable housing the shifting of funds from one category to another is allowed provided the appropriated funding within any category is not reduced more than fifty (50) percent unless an amendment to the Consolidated Plan is approved in accordance with HUD regulations.

Approved this \_\_\_\_\_ day of April, 2011

**ATTEST:**

**CITY OF FRANKLIN, TENNESSEE**

**BY:** \_\_\_\_\_  
**ERIC S. STUCKEY**  
City Administrator

**BY:** \_\_\_\_\_  
**DR. KEN MOORE**  
Mayor