

CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701-2724

COMMUNITY DEVELOPMENT DIVISION

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MEMORANDUM

TO: Legal and Finance Committee

FROM: Barbara Garcia, Manager

DATE: April 11, 2012

RE: Council Approval of Subsidy Committee Recommendation to Amend

the FY 2010 and FY 2012 CDBG Annual Action Plans to Reallocate \$65,057.61 of Recaptured Community Development Block Grant (CDBG) Funds and authorize the Subsidy Committee to include the funds in the recommended allocations for the FY 2012 Annual

Action Plan Amendment.

Staff is seeking City Council approval to amend the FY 2010 and FY 2012 Subsidy Committee Recommendations to reallocate recovered CDBG funding in the amount of \$65,057.61 to be used toward projects to be accomplished in FY 2012.

An amount of \$5,000 was awarded in FY 2010 to the City of Rapid City AYCE program to pay for scholarships for low income youth participating in AYCE to attend a National League of Cities conference. The program is still in early development of membership and won't be ready in 2012, so they have returned their funds. Corner Stone Rescue Mission was awarded \$4,391.19 in FY 2010 to pay for emergency housing. The balance remaining of \$57.61 was returned.

The remaining \$60,000 was awarded in FY2012 to Rural America Initiatives for the purchase of six (6) lots, with plans to build a new permanent facility for the Head Start Program. Construction will not be able to begin within the program year for compliance with HUD guidelines therefore, the funds have to be recovered.

Total amount recovered is \$65,057.61.

Staff Recommendation is for City Council to approve an Amendment to the FY2010 and FY2012 CDBG Annual Action Plans for the reallocation of recovered Community Development Block Grant funds in the amount of \$65,057.61 and authorize the Subsidy Committee to include the funds in the recommended allocations for the FY 2012 Annual Action Plan amendment.

