### CITY OF SOUTH SAN FRANCISCO CONSOLIDATED PLAN 2018-2023 2019–2020 ANNUAL ACTION PLAN SUBSTANTIAL AMENDMENT

#### Introduction

Each year the US Department of Housing and Urban Development (HUD) provides funding for housing and community development programs to the City of South San Francisco, specifically Community Development Block Grant (CDBG) funds. To receive these funds, the City must complete a report every five years called the Consolidated Plan.

The purpose of the Consolidated Plan is to identify South San Francisco's housing and community development needs, priorities, goals, and strategies and to stipulate how funds will be allocated to housing and community development activities over the period of the Consolidated Plan.

As stated in the City's Citizen Participation plan, the City shall amend the Consolidated Plan and Annual Action Plan anytime there is a change of CDBG funding of more than \$50,000 from one eligible activity to another, or to fund a new activity not previously identified in the Annual Action Plan or Consolidated Plan. The public will be notified whenever there is a substantial amendment.

A substantial amendment is classified as follows:

- To make a change in its allocation priorities or a change in the method of distribution of funds;
- To change the purpose, scope, location, or beneficiaries of an activity.

### **Proposed Amendment to the 2018 – 2023 Consolidated Plan**

In response to the current coronavirus disease 2019 (COVID-19) pandemic, the HUD has allowed Entitlement Jurisdictions to use CDBG funds for a range of eligible activities that prevent and respond to the spread of infectious diseases such as COVID-19.

The COVID-19 pandemic has adversely affected businesses and residents in the City of South San Francisco. As a response to the growing need for economic development assistance, the City of South San Francisco has developed a program to provide the funding to address the current crisis. As part of the Coronavirus Relief Bill (CARES Act), additional funding is also anticipated in the current fiscal year to aid those affected by COVID-19. The City has also identified CDBG funds that may be allocated to programs to assist with a COVID-19 response.

To implement these programs and to comply with HUD requirements for distribution and use of funds, the City must make substantial amendments to existing plans:

- 2018-2023 Consolidated Plan: and
- 2019 Annual Action Plan

As identified in the City's Citizen Participation Plan, changes in priorities or goals occur, an amendment is required.

In addition to the goals specified in the Consolidated Plan, the City would include an Economic Development goal to provide the economic development assistance to businesses within the City.

## SP-45 Goals - 91.415, 91.215(a)(4)

# **Goals Summary Information**

| Sort<br>Order | Goal Name           | Start<br>Year | End<br>Year | Category    | Geographic<br>Area | Needs Addressed    | Funding   | Goal Outcome<br>Indicator |
|---------------|---------------------|---------------|-------------|-------------|--------------------|--------------------|-----------|---------------------------|
| 1             | Increase, Maintain, | 2018          | 2022        | Affordable  | CDBG               | Affordable         | CDBG:     | Homeowner Housing         |
| 1             | & Improve           | 2010          | 2022        | Housing     | Services Area      | Housing            | \$731,740 | Rehabilitated:            |
|               | Affordable          |               |             |             |                    |                    |           | 125 Household Housing     |
|               | Housing             |               |             |             |                    |                    |           | Unit                      |
| 2             | Preserve and        | 2018          | 2022        | Non-Housing | SSF                | Public Facilities  | CDBG:     | Other:                    |
|               | Improve Public      |               |             | Community   | Downtown           | and Infrastructure | \$731,741 | 6 Other                   |
|               | Facilities          |               |             | Development | Tracts 6021,       | Improvements       |           |                           |
|               |                     |               |             |             | 6022               |                    |           |                           |
|               |                     |               |             |             | CDBG Target        |                    |           |                           |
|               |                     |               |             |             | Area               |                    |           |                           |
| 3             | Provide Public      | 2018          | 2022        | Non-Housing | CDBG               | Public Services    | CDBG:     | Public Facility or        |
|               | Services to         |               |             | Community   | Services Area      |                    | \$270,181 | Infrastructure Activities |
|               | Improve Quality of  |               |             | Development |                    |                    |           | other than                |
|               | Life                |               |             |             |                    |                    |           | Low/Moderate Income       |
|               |                     |               |             |             |                    |                    |           | Housing Benefit:          |
|               |                     |               |             |             |                    |                    |           | 3500 Persons Assisted     |
| 4             | Support Service-    | 2018          | 2022        | Homeless    | CDBG               | Homeless           | CDBG:     | Homelessness              |
|               | Enriched Homeless   |               |             |             | Services Area      | Services and       | \$67,545  | Prevention:               |
|               | Shelters            |               |             |             |                    | Housing            |           | 250 Persons Assisted      |

| Sort  | Goal Name      | Start | End  | Category     | Geographic    | Needs Addressed    | Funding   | Goal Outcome        |
|-------|----------------|-------|------|--------------|---------------|--------------------|-----------|---------------------|
| Order |                | Year  | Year |              | Area          |                    |           | Indicator           |
| 5     | Planning and   | 2018  | 2022 | Planning and | SSF           | Public Services    | CDBG:     | Other:              |
|       | Administration |       |      | Admin        | Downtown      | Affordable         | \$450,302 | 1 Other             |
|       |                |       |      |              | Tracts 6021,  | Housing            |           |                     |
|       |                |       |      |              | 6022          | Homeless           |           |                     |
|       |                |       |      |              | CDBG Target   | Services and       |           |                     |
|       |                |       |      |              | Area          | Housing            |           |                     |
|       |                |       |      |              | CDBG          | Public Facilities  |           |                     |
|       |                |       |      |              | Services Area | and Infrastructure |           |                     |
|       |                |       |      |              |               | Improvements       |           |                     |
| 6     | Economic       | 2019  | 2022 | Economic     | Citywide      | Economic           | \$600,000 | 10 Small Businesses |
|       | Development    |       |      | Development  |               | Development        |           | Assisted and 10     |
|       |                |       |      |              |               |                    |           | employees assisted  |

#### Proposed Amendment to the 2019 – 2020 Action Plan

As mentioned above, the City has decided to reallocate some of its available dollars to an economic development assistance program. As part of the Coronavirus Relief Bill (CARES Act), additional funding is also anticipated in the current fiscal year to aid those affected by COVID-19. Funds from the CARES Act would be dedicated to public service programs impacted by COVID-19 and economic development assistance program to assist businesses. The City proposes to use funds from housing rehabilitation program and emergency home repair voucher activities in addition to program income funds.

CDBG Proposed Revisions are listed in the table below:

| SPENDING LIMITS FOR CDBG FUNDS               |           |          |
|--|-----------|----------|
| PUBLIC SERVICES                              | 2019-2020 | Proposed |
| Total Public Services Total                  | 90,600    | 101,020  |
| CDBG ADMINISTRATION                          | ,         | ,        |
| Total Administration Limit                   | 109,376   | 109,376  |
| Total Administration Limit for CARES Act     |           | 58,071   |
| NON-CAPPED CDBG FUNDS                        |           |          |
| CAPITAL IMPROVEMENTS/PUBLIC                  |           |          |
| FACILITIES                                   | 2019-2020 | Proposed |
| Capital Improvements Projects                | 306,000   | 300,000  |
|  |           |          |
| MINOR HOME REPAIR PROGRAMS                   | 138,250   | 138,250  |
|  |           |          |
| CITY SPONSORED ACTIVITIES                    |           |          |
| Housing Rehabilitation Program               | 45,000    | 35,000   |
| Debris Box Vouchers                          | 2,000     | 2,000    |
| Emergency Home Repairs Vouchers              | 50,000    | 0        |
| Total City Sponsored Activities              | 97,000    | 45,000   |
| ECONOMIC DEVELOPMENT ASSISTANCE              |           |          |
| PROGRAM                                      |           |          |
| Entitlement/Program Income/Uncommitted Funds |           | 200,000  |
| CARES-ACT                                    |           | 230,000  |
|  |           | 430,000  |

A description of the new activities being added to the fiscal year are as follows:

- Economic Development Assistance Program

The Economic Development Assistance Program is designed to assist businesses through the provision of financial assistance. Financial assistance is in the form of a forgivable no interest

loan that is predicated on the maintenance of jobs for moderate- and low-income persons. Maximum assistance under the program is \$35,000. One permanent full-time equivalent position for moderate- and low-income persons is required.

### **Public Comments**

The City will incorporate any comments received during the public comment period.