

Subject: 2022 Community Development Block Grant

Meeting Date: Monday, January 10th, 2022	
Submitted/Presented by/Department: Melissa Houtsma - Community Development	
Action Type	
<input checked="" type="checkbox"/> Consent Item	<input type="checkbox"/> Discussion/Direction
<input type="checkbox"/> Public Hearing	<input type="checkbox"/> Informational Only
<input checked="" type="checkbox"/> Action/Motion	<input type="checkbox"/> Report
<input checked="" type="checkbox"/> Resolution	<input type="checkbox"/> Other:
Action	
Adopt the resolution approving the Community Development Block Grant (CDBG) application for fiscal year 2022.	
Background	
<p>Each year, the City applies for the Community Development Block Grant (CDBG) through Dakota County Community Development Agency (CDA). The City typically receives between \$100,000 and \$120,000 a year in CDBG funding. While the amount the city will receive is not finalized until the federal budget is approved, however, for FY 2022, (July 1, 2022 - June 30, 2023) the CDA estimates an award of \$113,958 for the City of West St. Paul.</p> <p>CDBG funding provides a maximum of \$25,000 for deferred repayment, 0% interest rate loans to income eligible homeowners. Each year, roughly five to eight low and moderate-income West St. Paul homeowners make necessary home improvements from the annual CDBG allocation to housing rehabilitation. Eligible repairs include code-mandated repairs due to deferred maintenance, upgrading mechanical or other systems to current standards, and permanent general improvements to increase property values.</p> <p>The program provides home improvement assistance to underserved populations in West St. Paul. However, the City also benefits through increased property values and preservation of the existing housing stock. By allocating CDBG funds for housing rehabilitation, the City ensures that funds are available to West St. Paul homeowners for FY2022.</p>	
Historical CDBG Awards*	
Year	Award
2018	\$99,694
2019	115,345
2020	110,110

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2021	126,120
2022	113,958
*Due to a shortage of labor and materials, some awarded funds are spent outside of their anticipated fiscal year. This does not negatively affect the total awarded funding amount.	
Attachments	
CDBG Application - FY2022 Resolution (1)	
Previous Relevant Actions	
N/A	
Alternatives	
N/A	
Financial	
Budgeted: <input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No Financial Impact
Fund: N/A	N/A
Department: N/A	
Account: N/A	
Amount: N/A	