



CITY OF MCKINNEY
STATEMENT OF COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROPOSED
USE OF FUNDS – FY 2022 ANNUAL ACTION PLAN

The Community Development Block Grant is a quality-of-life investment, serving to support and perform activities under CDBG National Objectives, principally assist low to moderate income persons; aid in the prevention or elimination of slum and blight, or meeting a need of urgency. Under the Annual Action Plan, funding includes the Program Year (PY) 2021 allocation and amended funding for activities including housing, public services, non-homeless special needs populations, non-housing community and neighborhood development needs and grant administration. In October 2021, the City of McKinney expects to receive the PY 2021 grant allocation of \$893,633 in Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development (HUD). The funding period reporting period is October 1, 2021, to September 30, 2022. The city and the Community Grants Advisory Commission held public hearings and meetings on February 26, May 13, 19, June 15 and June 17.

No general fund support is supplemented under the CDBG program. Amendments: under the previous program year, the city was awarded CDBG-CV funds under the CARES Act to prevent, prepare and respond to the Coronavirus with homeless prevention health service. These services will continue. CDBG funds from previous years allocated for housing rehabilitation will be utilized in neighborhood community development investment. activities. The proposed plan will be submitted to the U.S. Department of Housing and Urban Development for review and final approval. Based on the goals and needs identified under the Consolidated Plan, the Community Grants Advisory Commission recommends the following Annual Action Plan activities:

1. CASA of Collin County \$ 20,764.00

Funds will be used to pay for support and supervision of the court-mandated volunteer advocate program for abused and neglected children in McKinney. Regulatory citation: 24 CFR 570.201(e)/208(a)(2)(A).

2. Assistance Center of Collin County, Inc. \$ 20,899.00

This program will provide Emergency Rental, Mortgage and Utility Assistance toward homeless prevention. Regulatory citation: 24 CFR 570.201(e)/208(a) (2)

3. Communities in Schools of the Dallas Region \$ 23,014.00

Funding for the CISDR Program to return to Caldwell Elementary, providing comprehensive academic and support services for at-risk students. Regulatory citation: 24 CFR 570.201(e)/208(a)(2).

4. Boys and Girls Clubs of Collin County \$ 15,776.00

Funding will be used to assist at-risk students at the McKinney Center with academic success program to provide resources to through target programming, including academics, the arts, health and wellness and leadership service. Regulatory Citation: 24 CFR 570.201(e)/208(a)(2).

5. Hope's Door dba Hope's Door New Beginning Center \$ 15,834.00

Funding will be used to benefit McKinney domestic violence victims with counseling and life management skills. Regulatory citation: 24 CFR 570.201(e)/208(a)(2).

6. Samaritan Inn, Inc. \$24,389.00

Support at the transitional homeless shelter for services to include case worker meetings, financial education and career development classes and sessions related to provide preparation for stability. Funding will be used to pay for a portion of case worker salary. Regulatory citation: 24 CFR 570.201(a)/208(a)(2).

7. Shiloh Place \$ 13,368.00

Funding will be used to assist single mothers in the program to receive counseling, childcare, and placement assistance. Regulatory citation: 24 CFR 570.201(e)/208(a)(2).

8. City of McKinney Housing Rehabilitation Program \$580,863.00

Funding may be used for activity program delivery and direct services to eligible single-family properties that may include housing rehabilitation grants; clearance and demolition; and possibly low-interest loans for low-to-moderate income owner-occupied housing, some of which may include emergency and small repairs, historic preservation, lead-based paint remediation and reconstruction/gut rehabilitation. The program is citywide for eligible homeowners, with emphasis under census tracts 309, 307, 308. Terms of loans are based on need and ability to repay. Some loans may be forgivable. Locations unknown currently and require site inspections for clearance to conduct repairs. Regulatory citation: 24 CFR 570.202, 208(a)(1)(3), 570.201 (f)(ii).

9. City of McKinney Grant Administration Proposed Amount: \$ 178,726.00

Funding used for a administration support of the entire program, including related costs in providing oversight, monitoring, planning, and administration of the overall CDBG program, as well as evaluation, public education, fair housing activities and planning. Regulatory citation: 24 CFR 570.206(a)(b)(c). 20% statutory cap

10. CDBG Community and Neighborhood Investment Proposed Amount: \$ 529,660.00

Amended use from previous program years from rehabilitation to the following:

- *McKinney Legacy Neighborhood Improvements* – signage, enhancements to eliminate blight and improve safety in targeted census tract 309 neighborhoods. Maintenance and operation costs not included. Regulatory citations: 24 CFR 570.207, 570.208, 570.201(c). Estimated \$179,660
- *Rental Home Repair Program* - Pilot program begins in FY 2021 to expand housing rehabilitation program toward repairs of single-family properties to benefit renters; program requires owner to maintain affordability for minimum of five years, in exchange for assistance. Regulatory citation: 24 CFR 570.202, 208(a)(1)(3), 570.201 (f)(ii). Estimated \$150,000
- *McKinney Affordable Housing Infill Program* – Pilot land acquisition program, primarily vacant lots to support increased availability of affordable housing stock toward low-to-moderate income homeownership. Regulatory citation: 24 CFR 570.201(a), 570.207. Estimated \$200,000

11. CDBG-CV Funding (CARES Act) Proposed Amount \$1,163,935.00

Year two program continues under eligible CDBG-CV funding activities to prevent, prepare, and respond to impacts under the Coronavirus disease (COVID-19). Eligible activities include but not limited to homeless prevention to assist with rent, utilities and mortgage and health services.