



Department Source: Community Development - CDBG/Home

To: City Council

From: City Manager & Staff

Council Meeting Date: July 6, 2021

Re: Central Missouri Community Action (CMCA) Round 3 CDBG-CV Funding Agreement

Executive Summary

Attached for City Council consideration is a resolution authorizing a Round 3 CDBG-CV funding agreement between the City of Columbia and the Central Missouri Community Action (CMCA) to provide \$100,000 in childcare business support. Council approved \$50,000 in CDBG-CV funds in February as part of an amendment to the FY 2019 Annual Action Plan. A further \$50,000 in CDBG-CV was added to the child care business support as one of several Public Assistance recommendations discussed by the City Council on April 19, 2021 and included in Council Bill B164-21 at the May 17, 2021 City Council meeting appropriating City reserves to supplement CDBG-CV funding.

Discussion

The Central Missouri Community Action (CMCA) provides a number of services designed to assist low-income persons and families to achieve self-reliance, including support for businesses. After the City received an allocation of \$737,588 in special Community Development Block Grant funds, known as Round 3 CDBG-CV, the CMCA was among several organizations submitting proposals in response to a Request for Proposals issued by the Housing Programs Office in the fall. CMCA requested \$100,000 in CDBG-CV funds to assist child care businesses in the community. The organization will use the \$100,000 to provide up to \$10,000 per business to child care businesses adversely affected by COVID-19.

After reviewing all applications and conducting a public hearing on December 16, 2021, the Columbia Housing and Community Development Commission (HCDC) recommended \$50,000 in CDBG-CV funding for this activity. There was a grand total of more than \$1.7 million sought by all organizations and proposed services, with only \$797,588 available to award (the total included \$737,588 in Round 3 CDBG-CV and \$60,000 in reprogrammed funds).

On April 19, 2021, City Council directed the use of \$1.3 million (subsequently amended to \$1.5 million) in City reserve funds to be allocated to Public Assistance, with the result that all organizations that submitted proposals for Round 3 CDBG-CV funding would receive their original requested amounts. Because some other organizations will receive City reserves, an additional \$50,000 in CDBG-CV is allocated to CMCA to fully fund its business support service.



Fiscal Impact

Short-Term Impact: \$100,000 in federal funds is provided by the Coronavirus Aid, Relief, and Economic Security Act (CARES)

Long-Term Impact:

Strategic & Comprehensive Plan Impact

Strategic Plan Impacts:

Primary Impact: Social Equity, Secondary Impact: Economy, Tertiary Impact: Infrastructure

Comprehensive Plan Impacts:

Primary Impact: Livable & Sustainable Communities, Secondary Impact: Infrastructure, Tertiary Impact: Economic Development

Legislative History

Date	Action
February 1, 2021	Public hearing Amendment #4 FY 2019 Annual Action Plan; approval of resolution adopting Plan (Authorized initial allocations of Round 3 CDBG-CV funding)
April 19, 2021	Report on Potential Uses of Reserve Funds
May 17, 2021	Bill Authorizing Appropriating Funds for Round 3 CDBG-CV Public Assistance Programs, etc.

Suggested Council Action

Approval of the resolution.