

City of Columbia

701 East Broadway, Columbia, Missouri 65201

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

(Child Care Subsidy)

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 \$30,500 in child care assistance to low-income residents. Council approved \$25,000 in CDBG-CV funds in February as part of an amendment to the FY 2019 Annual Action Plan. A further \$5,500 in CDBG-CV was added to the child care service 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 the City reserves.

Discussion

Central Missouri Community Action (CMCA) provides a number of services designed to assist low-income persons and families to achieve self-reliance. After the City received an allocation of \$737,588 in special Community Development Block Grant funds, known as Round 3 CDBG-CV, 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 \$30,500 in CDBG-CV funds to assist residents with child care expenses. The organization will use the \$30,500 to assist households with child care expenses.

After reviewing all applications and conducting a public hearing on December 16, 2021, the Columbia Housing and Community Development Commission (HCDC) recommended \$20,000 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 organizations received City reserve funds to replace CDBG-CV, an additional \$5,500 in CDBG-CV is allocated to CMCA to fully fund its child care assistance service request.



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Fiscal Impact

Short-Term Impact: \$30,500 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

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| Date | Action | |
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| 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.