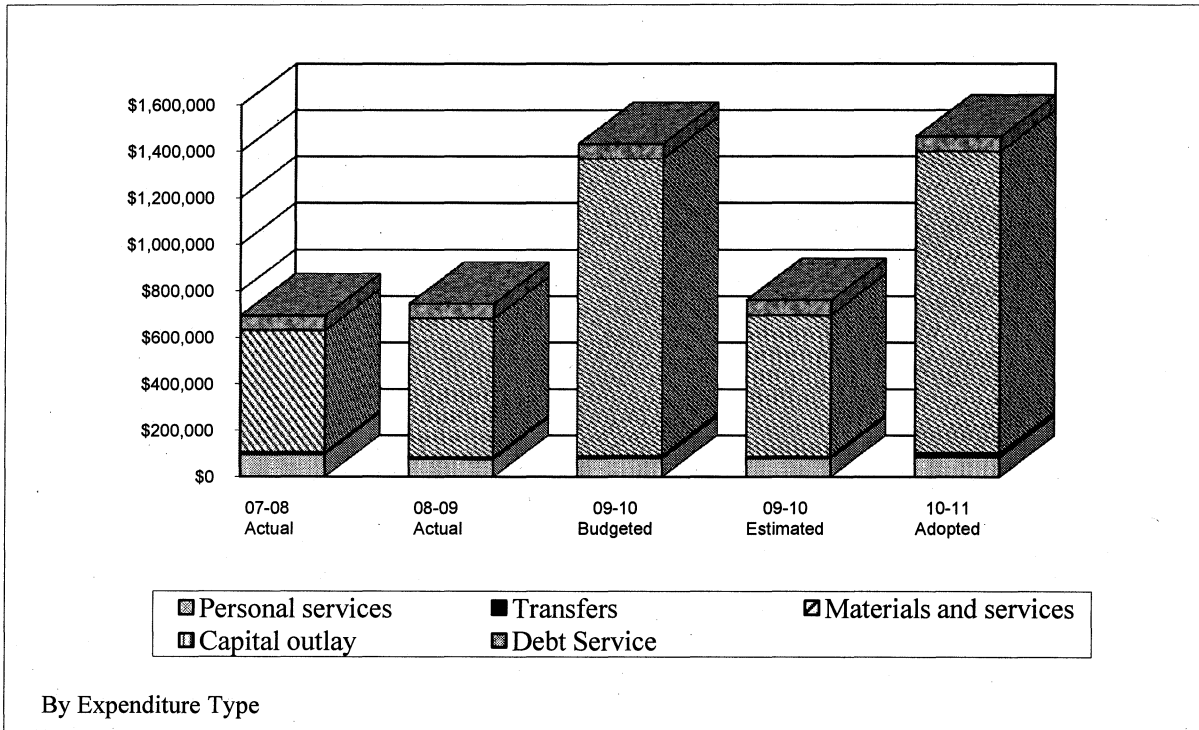


**COMMUNITY DEVELOPMENT BLOCK GRANT  
EXPENDITURES  
ADOPTED FY 2010-11**



CITY OF BEAVERTON, OREGON  
FISCAL YEAR 2010-11 BUDGET

**COMMUNITY DEVELOPMENT BLOCK GRANT FUND  
SUMMARY OF REVENUES AND EXPENDITURES  
AND OTHER FINANCING SOURCES & USES**

	<u>FY 2007-08</u> <u>Actual</u>	<u>FY 2008-09</u> <u>Actual</u>	<u>FY 2009-10</u> <u>Budgeted</u>	<u>FY 2009-10</u> <u>Estimated</u>	<u>FY 2010-11</u> <u>Adopted</u>
<b>Revenues:</b>					
Intergovernmental	\$593,228	\$622,472	\$1,324,552	\$632,712	\$1,354,353
Miscellaneous	111,565	94,976	83,000	123,960	103,760
Sub Total Revenues	<u>\$704,793</u>	<u>\$717,448</u>	<u>\$1,407,552</u>	<u>\$756,672</u>	<u>\$1,458,113</u>
<b>Expenditures:</b>					
Personal services	\$96,295	\$76,225	\$80,233	\$79,011	\$85,796
Materials & services	525,089	595,181	1,277,369	606,751	1,297,246
Capital outlay	0	0	0	0	0
Sub Total Expenditures	<u>\$621,384</u>	<u>\$671,406</u>	<u>\$1,357,602</u>	<u>\$685,762</u>	<u>\$1,383,042</u>
Revenues Over/Under Expenditures	\$83,409	\$46,042	\$49,950	\$70,910	\$75,071
<b>Other financing sources (uses):</b>					
Transfers in	\$0	\$0	\$0	\$0	\$0
Transfers out	(10,151)	(11,035)	(11,841)	(11,841)	(18,036)
Debt Service - Principal	(27,000)	(28,000)	(30,000)	(30,000)	(31,000)
Debt Service - Interest	(36,489)	(35,082)	(33,636)	(33,636)	(32,119)
Total Other Financing Sources (Uses):	<u>(\$73,640)</u>	<u>(\$74,117)</u>	<u>(\$75,477)</u>	<u>(\$75,477)</u>	<u>(\$81,155)</u>
Net Change in Fund Balance	\$9,769	(\$28,075)	(\$25,527)	(\$4,567)	(\$6,084)
Fund Balance/Working Capital Beginning of Year	<u>99,181</u>	<u>108,950</u>	<u>80,876</u>	<u>80,876</u>	<u>76,309</u>
Fund Balance (Reserves)/Working Capital End of Year	<u>\$108,950</u>	<u>\$80,875</u>	<u>\$55,349</u>	<u>\$76,309</u>	<u>\$70,225</u>

The Ending Working Capital is designated for future repairs to the child day-care facility.

CITY OF BEAVERTON, OREGON  
FISCAL YEAR 2009-10 BUDGET  
CURRENT LEVEL OF SERVICES

<b>FUND:</b> 106 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)	<b>DEPARTMENT:</b> COMMUNITY DEVELOPMENT
<b>DEPARTMENT HEAD:</b> DON MAZZIOTTI	

**Program Goal:**

Oversee and implement Community Development Block Grant (CDBG) funding as outlined in the PY2010 Annual Action Plan. Coordinate and integrate existing CDBG program objectives other City programs and increase the number of private/public partnerships in an effort to achieve goals outlined in the Community Visioning and Civic Plan process. (Council Goal #1: Preserve and enhance our sense of community; #4: Provide responsive, cost-effective service to the community; #5: Assure a safe and healthy community; #6: Manage growth and respond to change consistent with maintaining a livable, full-service city; #7: Maintain Beaverton as a regional leader in cooperative efforts with other agencies and organizations.)

REQUIREMENTS	FY 2007-08 ACTUAL	FY 2008-09 ACTUAL	FY 2009-10 BUDGETED	FY 2010-11 PROPOSED	FY 2010-11 ADOPTED
POSITION	1.00	1.00	1.00	1.00	1.00
PERSONAL SERVICES	\$96,295	\$76,225	\$80,233	\$85,796	\$85,796
MATERIALS & SERVICES	525,088	595,181	1,277,369	1,297,246	1,297,246
CAPITAL OUTLAY	0	0	0	0	0
DEBT SERVICE	63,489	63,082	63,636	63,119	63,119
TRANSFERS	10,151	11,035	11,841	18,036	18,036
CONTINGENCY	0	0	55,349	70,225	70,225
<b>TOTAL</b>	<b>\$695,023</b>	<b>\$745,523</b>	<b>\$1,488,428</b>	<b>\$1,534,422</b>	<b>\$1,534,422</b>

Funding Sources:	FY 2007-08	FY 2008-09	FY 2009-10	FY 2010-11	FY 2010-11
Beginning Working Capital	99,181	108,950	80,876	76,309	76,309
Federal Grants	593,228	622,472	1,324,552	1,354,353	1,354,353
Miscellaneous	111,565	94,976	83,000	103,760	103,760

**Program Objectives:** The CDBG program will, in the coming budget year, accomplish the following:

- **Program Administration:** Provide general planning, administration, and monitoring of the City's CDBG programs and projects in compliance with the U.S. Department of Housing and Urban Development (HUD) statutes and regulations. Draft and publish the PY 2009 Consolidated Annual Performance and Evaluation Report (CAPER) and the 2011 Annual Action Plan to HUD.
- **Public Services:** Collaborate with the Social Service Funding Committee to fund 2010 Program Year (PY) CDBG social service projects targeted to youth, homeless services, homeless prevention, and abuse victim services.
- **Housing Services:** Manage and oversee the administration, implementation, and marketing of the citywide Hope-4-Homes, Hope-4-Homes Energy Efficiency Program, Mend-a-Home, and Adapt-a-Home program.
- **Downtown Redevelopment:** Continue to administer the City's Downtown Storefront Improvement Program.
- **Business Revolving Loan Fund:** Continue to work with Mercy Corps Northwest to increase awareness and participation in the City's new business revolving loan fund that launched in spring of 2010. Coordinate with local lending community to develop additional lending tools and partnerships to increase business lending in Beaverton. Attend trainings put on by the National Development Council and other partners to identify potential funding sources for the program.
- **Facilities:** Assist local partners with the development of a variety of public facilities that will provide essential services to low- and moderate-income Beaverton residents.

**CITY OF BEAVERTON, OREGON  
FISCAL YEAR 2010-11 BUDGET  
CURRENT LEVEL OF SERVICES**

<b>FUND:</b> 106 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)	<b>DEPARTMENT:</b> COMMUNITY DEVELOPMENT
	<b>DEPARTMENT HEAD:</b> DON MAZZIOTTI

<b>Performance Measures:</b>	<b>FY 2008-09 Projected/Actual</b>	<b>FY 2009-10 Projected/To Date</b>	<b>FY 2010-11 Adopted</b>
Number of Beaverton households assisted through the rehabilitation programs (new measure)			32
Number of Beaverton businesses assisted through the CDBG economic development initiatives (new measure)			7
Number of social service facilities assisted			2
Number of LMI Beaverton residents served by CDBG funded social services programs (new measure)			700

**Performance Outcomes:**

For FY 2010-11, the CDBG Program will accomplish the following outcomes:

- Provide assistance to 32 income-qualified Beaverton households through the City's housing rehabilitation programs (Hope-4-Homes, Adapt-a-Home, and Mend-a-Home). Fund social service agencies with 15 percent of the annual CDBG allocation from HUD. An estimated six social service agencies will be assisted, providing assistance to over 700 low- and moderate-income residents.
- Provide assistance to seven Beaverton-based businesses through CDBG-funded economic development initiatives, including the Storefront Improvement Program and the new Business Revolving Loan Fund.
- Provide grant assistance to local partners for facility improvements that will increase or improve service to low- and moderate-income Beaverton residents.

In addition to the CDBG-funded activities, the Division will accomplish the following additional outcomes:

- Complete the Housing component of the Civic Plan.
- Provide energy-efficiency upgrades to 15 homes through the EECBG-funded component of the housing rehabilitation program (coordinating with City Sustainability Coordinator for this program component).
- Work with planning representatives throughout Washington County to implement broader, County-wide housing policies and procedures.
- Begin implementation of a regional HUD Sustainable Communities Grant in conjunction with Metro, regional housing authorities, Department of Transportation, HUD, and EPA.
- Continue to work with non-profit partners to develop an affordable (or mixed-income) housing project in downtown Beaverton.
- Continue to provide assistance to needed housing proposals in Beaverton.
- Provide programmatic assistance to local property owners, developers, and non-profits to improve access to state, Federal, and other housing development funding resources.

**CITY OF BEAVERTON, OREGON  
FISCAL YEAR 2010-11 BUDGET  
CURRENT LEVEL OF SERVICES**

<b>FUND:</b> 106 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)	<b>DEPARTMENT:</b> COMMUNITY DEVELOPMENT
	<b>DEPARTMENT HEAD:</b> DON MAZZIOTTI

**Program Trends, Needs and Performance:**

FY 2010-2011 marks a significant change in the City's approach to housing and community services. Rather than solely focusing on the program delivery for the CDBG program, staff will also begin to lay the groundwork for a broader-based approach to housing and community service issues through the creation of a Housing and Community Services division within the Community Development Department. This will allow the City to leverage its CDBG award in more meaningful ways and allow for greater coordination with existing City staff and programs. In FY 10-11 CDBG will continue to be the primary funding component and scope of work for the division, but additional elements will be undertaken to provide more housing opportunities within Beaverton city limits.

Examples of the broader-based approach to a housing and community services division include, but may not be limited to, the following:

- Participating in the Civic Planning process to identify citywide housing needs and strategies. Unlike the CDBG-related planning documents, this process will look at all housing in Beaverton, not just affordable housing. Staff will begin the implementation of strategies and actions set forth in this component of the Civic Plan once the document is approved by Council.
- Continue to work with City representatives in Salem and Washington DC to identify funding resource opportunities for redevelopment projects that address goals expressed in the Civic Plan and through the Community Visioning process.
- Provide staff assistance to private and non-profit partners to navigate various Federal, state, and regional financial/funding programs that may exist.
- This budget reflects the reallocation of \$87,000 that is annually awarded to the Community Housing Fund for affordable housing development in Beaverton. This will allow staff to strengthen coordination with the Housing Fund to develop new, affordable housing projects.

FY 2010-11 is also Beaverton's 17th year as a Community Development Block Grant municipal entitlement community. The City anticipates receiving approximately \$662,513 in Community Development Block Grant funds. This program year continues our emphasis on using CDBG to assist efforts to preserve existing housing for low- to moderate-income residents, eliminate blighted areas of downtown Beaverton through the Storefront Improvement Program, and potentially assist low-income Beaverton residents to develop their own businesses and expand their economic opportunities. Staff will examine the viability of expanding the program area boundaries to continue to encourage reinvestment in Beaverton's downtown core.

The City will continue to offer the rehabilitation services that were historically provided through Hope-4-Homes, Adapt-a-Home, and Mend-a-Home, but staff proposes consolidation of the programs through a single housing rehabilitation line item to allow greater flexibility to address residents' needs as they arise. For example, staff has seen a decrease in demand for the Mend-a-Home program, since the City has provided assistance to a majority of the eligible mobile home owners within City limits, and staff anticipates that the pool of eligible households will continue to shrink. The purpose of consolidating is not to eliminate services, but to broaden access to funding for all eligible residents, regardless of housing type.

The City will continue to invest the maximum CDBG set-aside for social service programs. In conjunction with the 2010-2015 Consolidated Plan, projects that address needs outlined in the 10-Year Plan to End Homelessness will be considered high-priority projects. In addition to social service grant awards, CDBG funds will also be awarded to local, non-profit partners to make capital improvements to their service facilities to increase program access for Beaverton residents.

In spring of 2010, the City executed a contract with Mercy Corps Northwest to administer the new Business Revolving Loan Fund. Additional funds from FY 2010-11 will be allocated to the fund to assist with business expansion activities and emerging business development. Staff will continue to coordinate with local lending partners to leverage this CDBG investment.

CITY OF BEAVERTON, OREGON  
 FISCAL YEAR 2010-11 BUDGET  
 CURRENT LEVEL OF SERVICES

<b>FUND:</b> 106 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)	<b>DEPARTMENT:</b> COMMUNITY DEVELOPMENT
	<b>DEPARTMENT HEAD:</b> DON MAZZIOTTI

**Program Trends, Needs and Performance (continued):**

CDBG program management, planning, and administration duties will continue to be a top priority as HUD steps up its monitoring mandate from Congress. Staff will continue to improve outreach materials and attend a greater number of community events to provide education regarding the various services our CDBG funds provide Beaverton residents. Staff will work with other City departments to update the City's Accessibility Plan (Section 504/ADA) for city-owned property as well as policies and procedures, in accordance with HUD guidelines. In partnership with the Washington County Office of Community Development, staff will undertake a new Analysis of the Impediments to Fair Housing. As a result of new leadership at HUD headquarters, staff anticipates significant changes in program administrative requirements over the next year. To maintain quality program performance, staff will continue to update skills and knowledge through training.

Beaverton's agreement with the Washington County HOME Consortium allows the City to select housing projects for Federal HOME funding within Beaverton. Projects will continue to be administered by Washington County. Beaverton's share of the HOME program funding for Program Year 2010 is anticipated to be \$223,000.