

RESOLUTION 24-4793

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MURRIETA, CALIFORNIA, AUTHORIZING THE ALLOCATION OF COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS FOR FISCAL YEAR 2025/26

WHEREAS, on August 22, 1974, the President of the United States signed into law the Housing and Community Act of 1974 (Act); and

WHEREAS, the primary goals of Title I of the Act are the development of viable urban communities by providing decent housing and a suitable living environment and expanding economic opportunities, principally for persons of low- and moderate-income; and

WHEREAS, for at least the past 10 years the City of Murrieta (City) has participated in the Community Development Block Grant (CDBG) Program which was established under the Act; and

WHEREAS, pursuant to the Act, the City receives an annual allocation of CDBG funds from the County of Riverside (“County”); and

WHEREAS, the City anticipates that it will receive approximately five-hundred seventy-seven thousand dollars (\$577,000) in CDBG funds in the Fiscal Year 2025/26; and

WHEREAS, the City may allocate up to fifteen percent (15%) of the allocation for public service projects that meet the CDBG criteria; and

WHEREAS, the County of Riverside will retain thirteen percent (13%) of the allocation for administrative expenses; and

WHEREAS, the City will allocate up to seven percent (7%) of the allocation to the City’s administrative expenses; and

WHEREAS, the City Council, consistent with the U.S. Department of Housing and Urban Development (HUD) program rules on eligibility, and in accordance with the established City Council funding priorities, allocates CDBG funds to a number of programs and activities in support of HUD’s National Objectives to primarily benefit low and moderate-income persons, or serve to minimize the effects of slums or blight, or provide for urgent needs; and

WHEREAS, the City has posted information regarding the CDBG Program as required by law and, after notice duly given as required by law, held a public hearing on November 19, 2024, to consider approving the City’s proposed Community Development Block Grant Program for the fiscal year 2025/26, and evidence was heard and presented from all persons interested in affecting said proposal, from all persons protesting the same and from members of the City staff, and the City Council has reviewed, analyzed and studied said proposal.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF MURRIETA, CALIFORNIA DOES HEREBY RESOLVE AS FOLLOWS:

- Section 1.** The CDBG projects, FY 2025/26 funding allocations, shown below are hereby approved as the City's CDBG Program for Fiscal Year 2025/26:
- A. Up to fifteen percent (15%) of the CDBG funds totaling approximately \$86,550 shall be allocated to the organizations for public service projects in accordance with Exhibit A attached hereto and incorporated herein.
 - B. The remainder of the approximately \$375,050 CDBG funding shall be used for capital improvements as ADA Pedestrian Safety Enhancement in the City of Murrieta.
 - C. Should minor adjustments to the allocations vary from the figures contained herein and/or any amounts remaining unspent at the close of the preceding fiscal year, the City Manager is authorized to adjust funding to the approved eligible activities as necessary on a pro-rated basis.
- Section 2.** That the City Manager is hereby authorized to submit required applications for funding for the approved projects to the County of Riverside for further review.
- Section 3.** That the City Manager is authorized to execute documents, including supplemental agreements, with Riverside County necessary to carry out the intent of these resolutions up to the final CDBG allocation.
- Section 4.** This Resolution shall take effect from and after the date of passage and adoption.

PASSED AND ADOPTED this 19th day of November, 2024.

Lori Stone, Mayor

ATTEST:

Cristal McDonald, City Clerk

APPROVED AS TO FORM:

Tiffany J. Israel, City Attorney

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE)§
CITY OF MURRIETA)

I, Cristal McDonald, City Clerk of the City of Murrieta, California, do hereby certify that the foregoing Resolution No. 24-4793 was duly passed and adopted by the City Council of the City of Murrieta at the regular meeting thereof, held on the 19th day of November 2024, and was signed by the Mayor of the said City, and that the same was passed and adopted by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Cristal McDonald, City Clerk



CITY OF MURRIETA FY 2025-2026 CDBG PROGRAM APPLICATION REVIEW PROCESS

PURPOSE

To set forth procedures to be used for allocating the annual Community Development Block Grant (CDBG) funds.

BACKGROUND

Each year the City of Murrieta is entitled to receive funding from the U.S. Department of Housing and Urban Development through the CDBG Program to finance projects and services, which benefit low/moderate income persons/households within the community. In response to the City's CDBG application, the City receives numerous applications for funding from local organizations. In an effort to facilitate the activity selection and funding allocation process, the following procedures have been established for the program.

OBJECTIVE

The intent of this process is to streamline the CDBG funding allocation procedures and implement specific proposal evaluation criteria that can be used to assist in the selection of activities for funding on an annual basis. This process describes the CDBG application process; outlines the review process for activity selection and funding recommendations. A CDBG Citizens Advisory Committee (CAC) or staff recommendations, can be appointed to review and make recommendations to the City Council on funding levels for each of the eligible activities submitted by organizations.

PROCEDURES

The goal of the City of Murrieta is to develop a well-balanced CDBG Program that reflects the various needs of its low to moderate-income residents, with four primary areas of focus:

- 1) Community Food Pantries
- 2) Women's Programs
- 3) Domestic Violence Programs
- 4) Children and Youth Development Programs

The following procedures outline the steps to be used by the CAC and/or Staff of the City Manager's office in selecting activities, which provide for a well-balanced program and in making recommendations for allocation of the funds on an annual basis:

- 1) Interested persons and non-profit organizations may submit a request for funding on the appropriate application form. A public notice in a local newspaper of general circulation will indicate how to obtain an application and the due date for all proposals. Generally, the application review process will begin in September of each year.
- 2) Upon receipt of proposals/applications for funding, the City Manager's Office staff will make a determination regarding the eligibility of each proposed project for funding consideration under the program. Requests for funds shall be considered for funding only

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if the application is complete and demonstrates that the following conditions have been met:

- a. The governing board formally authorized the organization's request for CDBG funds from the City of Murrieta and authorized official to bind organization into subsequent agreements for CDBG funds;
 - b. The proposed use of funds is an eligible activity, per the Federal regulations for the CDBG Program;
 - c. The organization and the proposed activity must not have an outstanding or unresolved funding of violation of the federal regulations governing the CDBG Program;
 - d. The proposed use of funds meets at least one national objective for the CDBG program, as established by the Federal regulations.
- 3) All complete applications, which have met the conditions outlined above, shall be considered eligible for funding consideration and shall continue in the activity selection and funding allocation process. All applications that are deemed ineligible for funding consideration shall receive notification that the application for funds is ineligible due to a specified reason and will not be reviewed further by staff or the Advisory Committee.
- 4) The CAC and/or Staff will consider the needs of lower income residents in developing recommendations to the City Council for the funding of activities which are the "most qualified" to meet those needs.
- 5) Each eligible application for funds shall be reviewed and evaluated, for ranking purposes, based upon the criteria outlined below. The CAC Members and/or City Manager's Office staff will evaluate each eligible proposal/application for funds and assign a score based on a maximum 100-point scale using the following criteria.

a. ORGANIZATIONAL ABILITY/CAPACITY

Maximum of 20 Points

- | | | |
|------|---|----------|
| i. | Experience of organization in providing services to low/moderate income persons/households and in providing the proposed activity. | 5 Points |
| ii. | Capacity/ability of staff assigned to implement proposed activity. | 5 Points |
| iii. | Organization's experience with the administration of CDBG or other State or Federal funds. | 5 Points |
| iv. | Level of ability demonstrated by organization to provide services and to adhere to applicable local, State, or Federal regulations governing funding sources. | |

b. FINANCIAL CAPACITY/STABILITY

Maximum of 20 Points

- | | | |
|----|---|-----------|
| i. | Leveraging of CDBG funds with outside resources to finance proposed activity. | 10 Points |
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- ii. Relatively stable financial position. 10 Points

c. IMPLEMENTATION OF ACTIVITY Maximum of 10 Points

- i. Demonstration of organization's readiness to implement proposed activity. 10 Points

d. BENEFITS/BENEFICIARIES Maximum of 30 Points

- i. Accessibility of activity for use by Murrieta clients. 10 Points
- ii. Extent to which proposed activity benefits low income Murrieta households. 10 Points
- iii. Extent to which proposed activity meets the needs of low income residents. 10 Points

e. ADMINISTRATIVE SCORING Maximum of 20 Points

- i. Priority Programs – Score is based on whether or not an applicant's program meets one of the four priority categories. 10 Points
- ii. Past Subrecipients Only – Score is based on past performance (i.e., reporting requirements timeliness, and attainment of goals). 10 Points
NOTE: New applicants will automatically receive 5 points.

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- 6) The public will also be given the opportunity to comment on the eligible proposals being considered for funding at a City Council meeting. Applicants should provide any documents that may assist the CAC and/or staff in evaluating the proposal/application prior to this interview.
- 7) Following the review of each eligible proposal/application, the CAC Members and/or staff will complete their evaluation of the proposal according to the criteria noted above. Committee Members and/or staff will then submit their proposal scores for averaging. Staff will then rank and categorize the eligible proposals/applications into the following classifications:
 - a. Public services for the purpose of providing assistance to food banks.
 - b. Public services for the purpose of providing general social services to adults.
 - c. Public services for the purpose of providing social services for children/youth.
 - d. Other eligible projects not included in public service categories.
- 8) It is staff's responsibility to make a recommendation on the level of funding to be allocated to the eligible activities according to the order the proposals/applications were ranked. The process shall first consider top ranked proposals/applications and then work down the ranking prioritization, taking one proposal at a time recommending a funding level for the proposal until all available funds have been allocated to eligible activities.

The minimum funding level for each recommended activity shall be \$5,000, but shall not exceed the requested funding amount.

- 9) The funding recommendations will be presented to the City Council for action during a public hearing. All applications submitted and the funding recommendations made will be submitted to the City Council for consideration. The City Council may accept, reject, or amend the recommendation after accepting public comments on the proposals and recommendations.