

RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE APPROVING THE CHANGES RELATING TO THE SECOND SUBSTANTIAL AMENDMENT TO THE FISCAL YEAR 2025-2026 ANNUAL ACTION PLAN TO INCORPORATE ADDITIONAL PROJECTS FUNDED WITH COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS, SUBJECT TO THE APPROPRIATION OF FUNDS, INCLUDING THE AUTHORITY TO: (1) APPROVE THE PROPOSED CHANGES SET FORTH IN THE SECOND SUBSTANTIAL AMENDMENT TO THE FISCAL YEAR 2025-2026 ANNUAL ACTION PLAN; AND (2) AUTHORIZE THE HOUSING DIRECTOR, OR THEIR DESIGNEE, TO SUBMIT THE SECOND SUBSTANTIAL AMENDMENT TO THE FISCAL YEAR 2025-2026 ANNUAL ACTION PLAN TO THE UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

WHEREAS, the City of San José (“City”) receives annual formula funding from HUD through the CDBG Program to support eligible housing and community development activities that primarily benefit low- and moderate-income (“LMI”) households and neighborhoods, and, as a condition of receiving this funding, the United States Department of Housing and Urban Development (“HUD”) requires the City to prepare and submit an annual action plan identifying the specific activities and funding allocations for each program year; and

WHEREAS, the Annual Action Plan (“AAP”) governs the expenditure of funds and competitive grants that the City receives from the United States Department of Housing and Urban Development (“HUD”); and

WHEREAS, the City’s AAP details the funding strategy for the Community Development Block Grant (“CDBG”), Emergency Solutions Grant, HOME Investment Partnership, and Housing Opportunities for People with AIDS programs each year; and

WHEREAS, the AAP implements an entitlement jurisdiction's Five-Year Consolidated Plan and is developed through public engagement and input, analysis, and planning, and the AAP provides spending caps for the different programs or services that operate with federal funding sources; and

WHEREAS, on June 3, 2025, City Council approved the 2025-2030 Consolidated Plan and the FY 2025-2026 AAP, which established the City's five-year housing and community development priorities and outlined the planned use of federal CDBG, HOME Investment Partnerships, Emergency Solutions Grant, and Housing Opportunities for Persons with AIDS funds for the upcoming fiscal year; and

WHEREAS, on January 13, 2026, City Council approved the First Substantial Amendment to the FY 2025-2026 AAP, proposing the addition of two new Community Development Investment projects supporting public infrastructure and community facility improvements; and

WHEREAS, approval of the Second Substantial Amendment to the FY 2025-2026 AAP allows the addition of new Community Development Investment projects funded through the Community Development Block Grant (CDBG) Program which can support public infrastructure and community facility improvements that primarily benefit low- and moderate-income (LMI) communities; and

WHEREAS, this Second Substantial Amendment to the FY 2025-26 AAP would include the Field to Farmstand: Building East San José's Community Food Infrastructure Community Development Investment Project, partnering with Veggielution to construct a new produce packing facility and upgraded community spaces used for food distribution, install solar-ready systems and water capturing systems to advance climate

and energy resilience, and construct a workforce training and resident-led leadership development for LMI residents in the Mayfair neighborhood; and

WHEREAS, approval of the Second Substantial Amendment to the FY 2025-2026 AAP will program existing CDBG funds that were previously reserved for Community Development Investment activities to support the Field to Farmstand project, awarding Veggielution \$750,000; and

WHEREAS, the proposed actions utilize budgeted resources from the Community Development Block Grant (CDBG) Fund (Fund 441) and include the repurposing of funds in the Neighborhood Infrastructure Improvements appropriation, which were originally designated for a project that was subsequently cancelled and are now being redirected to support the new Veggielution project, such that these actions result in no net change to the overall CDBG allocation amount approved for FY 2025-2026;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

The following actions regarding a Second Substantial Amendment to the existing Fiscal Year 2025-2026 Annual Action Plan are hereby approved to incorporate additional projects funded with Community Development Block Grant funds, subject to the appropriation of funds, including the authority to:

1. Approve the proposed changes set forth in the Second Substantial Amendment to the Fiscal Year 2025-2026 Annual Action Plan; and
2. Authorize the Housing Director, or their designee, to submit the Second Substantial Amendment to the Fiscal Year 2025-2026 Annual Action Plan to the United States Department of Housing and Urban Development.

ADOPTED this _____ day of _____, 2026, by the following vote:

AYES:

NOES:

ABSENT:

DISQUALIFIED:

MATT MAHAN
Mayor

ATTEST:

TONI J. TABER, MMC
City Clerk