



Housing

1st Substantial Amendment to the FY 22-23 Annual Action Plan

January 31, 2023

Agenda Item 8.1

Ragan Henninger
Deputy Director
Housing Department

Sandra Murillo
Sr. Development Officer
Housing Department

Recommendation

- Hold a public hearing
- Adopt a resolution relating to the first amendment to the existing Fiscal Year 2022-2023 Annual Action Plan that includes the transfer and use of Neighborhood Stabilization Program income funds to the Community Development Block Grant Program for eligible uses

Neighborhood Stabilization Program

- Housing and Economic Recovery Act of 2008
- City of San José received \$5.6 M in recovery funds in 2009
- Foreclosure crisis mitigation and neighborhood stabilization
- Foreclosed or abandoned, vacant properties and located in eligible census tracts
- Acquired, rehabilitated, and sold 14 homes to eligible households

NSP Closeout and Program Income

- Initiated NSP closeout in June 2022
- Program Income Notice published June 14, 2016 (FR 5933-N-01) authorizes NSP recipients to transfer available program income to CDBG for eligible uses
- All provisions governing CDBG program income will apply to the NSP transferred funds
- Program Income may be transferred to an annual CDBG program
- Funds will be added to the in the FY 2022-23 CDBG Budget

NSP Program Income

Grant Received	\$5,628,283
Resale and Loan Repayments	\$3,127,329
Program Reinvestment	\$2,543,108
Available for Transfer to CDBG	\$584,220

CDBG Proposed New Budget

Eligible Use	Approved 8-9-22	Change	Proposed New Budget
Public Service 15%	\$1,328,190	\$87,633	\$1,415,823
Community Development	\$9,415,202	\$379,743	\$9,794,945
Administration & Fair Housing 20%	\$1,770,921	\$116,844	\$1,887,765
Total	\$12,514,313	\$584,220	\$13,098,533



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