



CDBG VIRTUAL PUBLIC HEARING

CITY OF OCEAN CITY
2020 ANNUAL ACTION PLAN
APRIL 6, 2020



WELCOME & GETTING STARTED

➤ Purpose

- Input on community needs

➤ Format

- Short Presentation
- Comments/Discussion

➤ Getting Started

- Please type your name, and if you're a resident or work with an agency (and the name of the agency) in the chat box
- You can speak at any time during the discussion
 - We will begin muted – when you want to talk, you can unmute yourself
 - If you have trouble getting a word in, use the “raise your hand” button
- You can share your input via the chat box at any time

CDBG OVERVIEW

- Established 1974
- Annual grants on a formula basis to states, cities, and counties to develop viable urban communities by providing decent housing and a suitable living environment, and by expanding economic opportunities, principally for low- and moderate-income persons.
- Five-Year Consolidated Plan, Annual Action Plans, CAPER are required
- **Ocean City 2020 Allocation = \$287,625**

CDBG NATIONAL OBJECTIVES

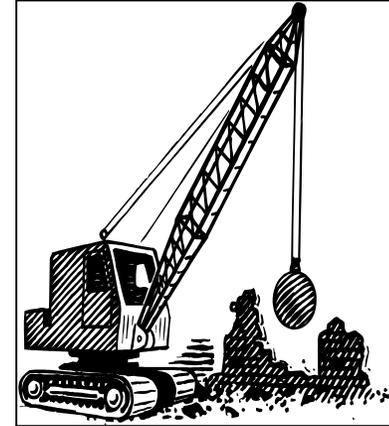
Each activity must meet one of the Three National Objectives



Meet Urgent Need



Benefit Low & Moderate Income Persons



Prevent or Eliminate Slum/Blight

ELIGIBLE ACTIVITIES

➤ Is it an INELIGIBLE ACTIVITY?

- *NO* Political activities
- *NO* Construction of housing units by a unit of local government
- *NO* Operation and maintenance of public facilities/improvements
- *NO* General government expenses including construction or repairs of general government buildings like City Hall, public works garages and police stations
- *NO* Purchase of equipment (except fire equipment)
- *NO* Direct income payments

➤ Does it meet a National Objective?

BUT

A minimum of 70% of funds
must go to benefit low-mod
income residents

2020 Limits for Ocean City

Family size

LOW INCOME (50% of Median)

MOD INCOME (80% of Median)

	1	2	3	4	5	6	7	8
LOW INCOME (50% of Median)	\$30,050	\$34,350	\$38,650	\$42,900	\$46,350	\$49,800	\$53,200	\$56,650
MOD INCOME (80% of Median)	\$48,100	\$54,950	\$61,800	\$68,650	\$74,150	\$79,650	\$85,150	\$90,650

LOW & MODERATE INCOME BENEFIT

LIMITED CLIENTELE:

Income – Income limits established by HUD based on Area Median Family Income (AMFI)

- Low-moderate income household is 80% or less of AMFI
- Requires income documentation ---- UNLESS...

Presumed Benefit Groups:

Seniors

Battered spouses

Persons living with AIDS

Homeless persons

Illiterate adults

Abused children

Severely disabled **ADULTS**

Migrant farmworkers

AREA BENEFIT:

Must serve a **primarily residential** geographic area which is at least 51% low/moderate income persons per Census Bureau or a door-to-door survey.

EXAMPLES: Parks, fire stations, streets, possibly public services

LOW & MODERATE INCOME BENEFIT

HOUSING:

- Housing Rehab Program
- Homebuyer Assistance
- Tenant-Based Rental Assistance

JOB CREATION/RETENTION:

- The activity must involve creation or retention of jobs, a majority of which are filled by or **made available to** low and moderate income people.



ELIMINATION OF SLUM & BLIGHT

Area Basis - Only for an area designated as blighted per state or local law. Designation can't be more than 10 years old.

Spot Basis – Not in a blighted area but is detrimental to public health and safety (per local health/code official). Can only be used to address the imminent hazard.

Can be demo
OR
rehab



PUBLIC FACILITIES & INFRASTRUCTURE

- Facilities can be owned by government or non-profit & open to public
- Infrastructure – roads, water, sewers, etc.
- MUST BENEFIT AN ELIGIBLE POPULATION - either by area or limited clientele
- NOT CITY HALL – except for ADA improvements
- NOT FOR MAINTENANCE/REPAIR – no potholes, no grass mowing, no snow removal
- Examples of possibly eligible facilities/infrastructure
 - Park Improvements
 - Fire Station
 - Boys & Girls club – soup kitchen – homeless shelter
 - Street Reconstruction (not just resurfacing or overlays)

PUBLIC SERVICES

CAPPED AT 15% OF TOTAL CDBG GRANT - \$43,143 for \$287,625 grant

Can be provided by government or non-profit. MUST BENEFIT AN ELIGIBLE POPULATION - either by area or limited clientele

Examples of **possibly** eligible services:

- Credit Counseling
- Employment services (job training)
- Health services
- Education programs
- Child care
- Recreational services
- Senior services



CARES ACT

Part of the federal response to COVID-19 Pandemic

- Additional funding to local communities through HUD Block Grant Programs
- Requires coordination with local public health officials
- Adjusted requirements to expedite funding
- Examples could include:
 - Facilities/Testing Sites
 - Testing Services
 - Small business support

Ocean City = \$169,196



Thank you!

Please send any additional comments to:

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