

Memorandum



CITY OF DALLAS

DATE February 10, 2023

TO Honorable Mayor and Members of the City Council

SUBJECT **Community Development Block Grant – Disaster Recovery Funds**

On December 14, City Council approved final adoption of the Community Development Block Grant – Disaster Recovery (CDBG-DR) budget in the amount of \$24,433,000. As a reminder, the City of Dallas received a direct allocation of CDBG-DR funds from the U.S. Department of Housing and Urban Development (HUD) due to the February 2021 winter weather storm. Prior to submitting the City Council's approved budget to HUD on December 28, staff learned that an additional allocation of CDBG-DR funds would potentially be directed to the City. We held our submission pending notification of additional funds, and on January 18, HUD distributed an Allocation Amendment Notice increasing the amount of CDBG-DR funds to the City by \$15,967,000.

The City's amended CDBG-DR budget covering the full allocation of \$40,400,000 is now due to HUD by May 18. Budget & Management Services' (BMS) staff is in the process of developing an amended budget in coordination with Housing and Neighborhood Revitalization and the Office of Emergency Management. Staff will present the City Manager's recommendation to the Community Development Commission (CDC) on March 2 before bringing the budget to the City Council for preliminary approval on March 8. A public hearing and final adoption are planned for April 12.

As a reminder, eligible use of funds by category includes disaster recovery, restoration of infrastructure, housing, economic revitalization, and mitigation. Each funded activity must be a CDBG eligible activity (principally benefit low- and moderate-income persons) and address most impacted and distressed (MID) areas. The entire City is in a MID so there are no restrictions on location. Funds may only be used for unmet disaster recovery or mitigation needs not addressed by other resources.

Please contact me or Janette Weedon, BMS Director if you have questions at this time.

A handwritten signature in blue ink that reads "Jack Ireland".

Jack Ireland
Chief Financial Officer

c: T.C. Broadnax, City Manager
Chris Caso, City Attorney
Mark Swann, City Auditor
Billerae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizzor Tolbert, Deputy City Manager

Jon Fortune, Deputy City Manager
Majed A. Al-Ghafry, Assistant City Manager
M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager
Robert Perez, Assistant City Manager
Carl Simpson, Assistant City Manager
Genesis D. Gavino, Chief of Staff to the City Manager