

City of Racine: 2022 Annual Plan Funding

CDBG	Admin	Rental Housing	Owner Housing	Public Services	Public Infrastructure	Economic Development	Code Enforcement	CHDOs	Blight Reduction	Total
2022	\$ 372,858			\$ 279,643	\$ 466,073	\$ 242,359	\$ 503,360			\$ 1,864,293
PI			\$105,603.57		\$338,148.07					\$2,308,044

HOME										
2022	\$ 70,493	\$ 140,986	\$ 352,465					\$ 140,986.00		\$ 704,930
PI			\$34,929							\$ 739,859

ESG	Admin	Services								
2021	\$ 12,003	\$ 148,043								\$ 160,046

	2021	2021	Change from previous year
CDBG	\$ 1,903,946	\$ 1,864,293	\$ (39,653)
HOME	\$ 573,953	\$ 704,930	\$ 130,977
ESG	\$ 160,724	\$ 160,046	\$ (678)
	\$ 2,638,623	\$ 2,729,269	\$ 90,646

**Proposed Allocation of \$1,864,293 + 443,751 (program income) in FY 2022 CDBG funds**

**Administration: \$372,858 (20% - HUD maximum)**

- Funding will be used to support administration activities primarily conducted by the Neighborhood Services Division, with support from other staff in the City Development Department

**Economic Development: \$242,359 (13%)**

- Up to \$242,359 available for certified Community Development Financial Institutions (CDFIs) to offer technical assistance and business development loans/grants for eligible activities
  - Quantifiable goals for forgivable loans with technical assistance to micro-enterprises will be required and incorporated into award contracts. Preference will be given to lenders who have a Racine office or are willing to create a dedicated Racine presence

**Public Services: \$279,643 (15% - HUD maximum)**

- Up to \$139,821 will support organizations that will foster the creation of homeownership opportunities in the City of Racine, or financial empowerment for the purpose of homeownership
  - Minimum funding request will be \$60,000
  - Preference will be given to applicants whose work directly fosters racial equity
  - A performance retainage may be held until completion of quantifiable metrics as agreed upon between the City and applicant
- Up to \$139,821 will be used to support organizations that provide training for City of Racine residents to move into living wage employment, or programs that minimize barriers to accessing training
  - Minimum funding request will be \$60,000
  - Preference will be given to applicants whose work directly fosters racial equity
  - A performance retainage may be held until completion of quantifiable metrics as agreed upon between the City and applicant

**Code Enforcement: \$503,360 (27%)**

- Up to \$503,360 will be used to pay the wages and benefits of inspectors and related staff working in selected LMI Area Benefit block groups and within the Neighborhood Stabilization and Enhancement District.

**Public Infrastructure: \$466,073 (25%) + \$338,148 (PI)**

- Up to \$804,221, less any funds separately allocated to the Building Division for demolition or clearance, will be prioritized for capital improvements at community centers and physical work necessary to expand the provision of healthcare services to low-/moderate-income households in the City. Other potential uses include neighborhood infrastructure such as park equipment, public art, or transit improvements
- Up to \$50,000 may be accessed by the Building Division for demolition or clearance activities on properties necessitating such actions within the Greater Uptown Neighborhood Revitalization Strategy Area (NRSA)

**Owner Housing (New Housing Units): \$105,603**

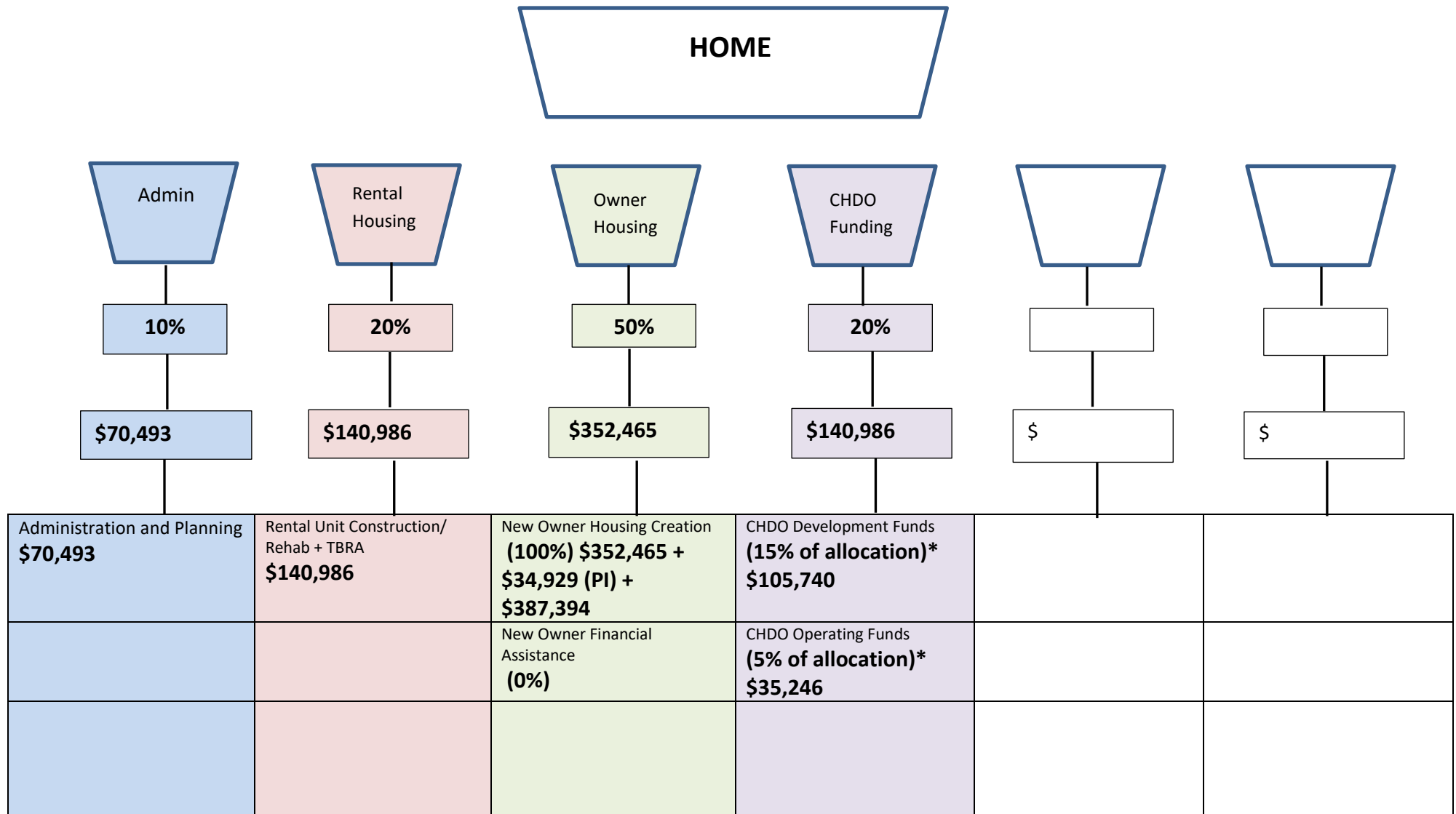
- \$105,603 was added to the existing loan to Racine Revitalization Partnership for the development of three townhomes at 1200 Highland Ave. Funds must be allocated to a certified Community Based Development Organization (CBDO), which provided the organization with additional flexibility for undertaking CDBG-funded activities. Among the advantages, a CBDO may use CDBG funds for new construction activities within a designated Neighborhood Revitalization Strategy Area (NRSA), which would otherwise be ineligible for CDBG funding.

**Total: \$2,308,044**

<b>FY 2022 Emergnecy Solutions Grant</b>	
Available	\$ 160,046.00
Shelter Cap (60% Max)	\$ 96,027.00
Homelessness Prevention and Rapid ReHousing (32.5%)	\$ 52,016.00
Admin Cap (7.5%)	\$ 12,003.00
Adminsitration (4.5%)	\$ 7,202.00
HMIS (3%)	\$ 4,801.00

## RACINE FY 2022 HOME FUNDING PRIORITIES

**Amount Available: HOME: \$704,930 + \$34,929 (PI) = \$739,859**



\*HUD regulations require that 15% of each allocation of HOME funds be set aside for CHDO development activities. Up to 5% of each allocation can be used for CHDO operations expenses, and a portion of the funds must be used to create a business plan for financial self-sufficiency.