

City of Flagstaff

American Rescue Plan Act Local
Recovery Funds & Community
Development Block Grant Program

Funding Recommendations

March 23rd, 2023



Kristine Pavlik, Housing & Grants Administrator



Local Recovery Funds



ARPA created the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program to deliver \$350 billion in much needed COVID-19 relief aid.

Key objectives

- Support COVID-19 response efforts
- Replace lost revenue
- Support an equitable recovery and economic stabilization
- Address systemic public health and economic challenges



Local Recovery Funds



City Council Allocations

Housing Section:

- Congregate Care
-\$400,000
- Housing Assistance
-\$1,900,000
- Aid to Victim Services
-\$300,000

EXPENDITURE CATEGORY	ALLOCATION	PROJECT
1: PUBLIC HEALTH		
1.4	\$400,000.00	Congregate care services, such as shelters
1.10	\$2,400,000.00	Alternate care facility/services
1.12	\$75,000.00	Community ambassadors to assist with mental health/substance use
2: NEGATIVE ECONOMIC IMPACTS		
2.2 / 2.5	\$1,900,000.00	Housing assistance programs
2.7 / 2.9	\$350,000.00	Job training assistance and small business grants
2.10	\$150,000.00	Aid to non-profits - Arts and Sciences
2.10	\$300,000.00	Aid to non-profits - Food
2.10	\$150,000.00	Aid to non-profits - Other
2.10	\$300,000.00	Aid to non-profits - Victim Services
2.11	\$200,000.00	Aid to tourism, travel, & hospitality
2.12	\$85,000.00	Local event support, permits & fees
3: SERVICES TO DISPROPORTIONATELY IMPACTED COMMUNITIES		
3.1	\$250,000.00	Education Assistance - Early learning
3.3	\$350,000.00	Education Assistance - Facility construction for education programs (STEAM)
4: PREMIUM PAY		
4.1	\$100,000.00	Support for filling vacancies, promotion of Team Flagstaff
4.1	\$700,000.00	Premium Pay for public safety employees
5: INFRASTRUCTURE		
5.15	\$1,500,000.00	Drinking Water Infrastructure - Cybersecurity
6: REVENUE REPLACEMENT		
6.1	\$3,922,816.00	Revenue Loss Replacement (estimated amount)
7: ADMINISTRATION		
7.1	\$250,000.00	Administration of ARPA Local Recovery

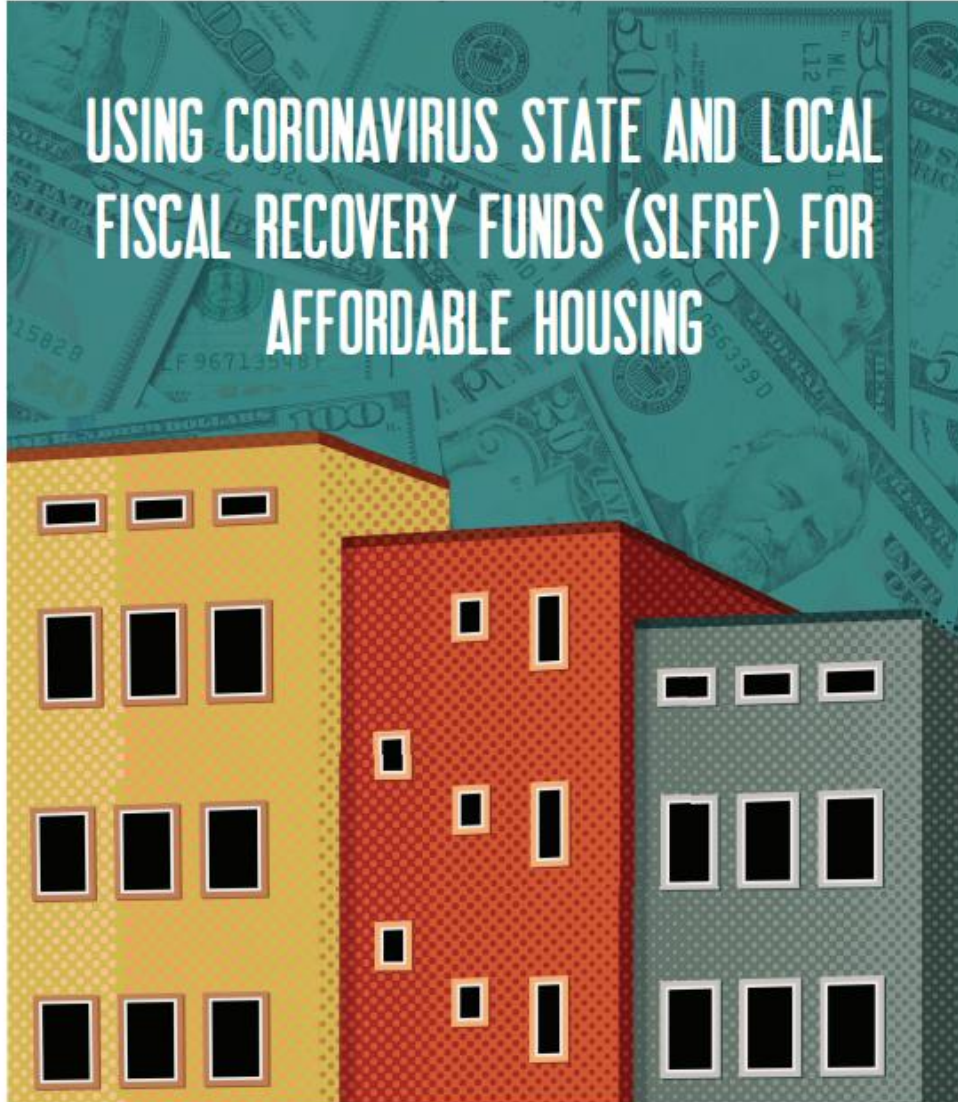


Congregate Care

Flagstaff Shelter Services	Emergency Allocation: ARPA Recovery Funds – Congregate Care Services (Prior Year Payroll & Motel Fees)	\$100,000.00
Northland Family Help Center	Emergency Allocation: ARPA Recovery Funds – Congregate Care Services (Prior Year Payroll & HVAC Improvements)	\$75,873.43
Flagstaff Shelter Services	NOFA: The Crown: Housing as Healthcare – Non-Congregate Shelter Operations	\$135,592.57
Catholic Charities	NOFA: Shelter/group home improvements (HVAC+)	\$88,534.00
Total Allocated = \$400,000.00		



Housing Assistance



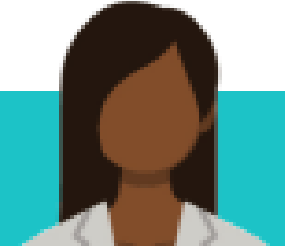
- **Assistance to Households**
 - Rent, mortgage, utility assistance
 - Counseling and legal aid
- **Housing Stability Services**
 - Housing Counseling
 - Outreach to at risk households
 - Housing support services for disproportionately impacted communities
- **Other Services**
 - Services that address homelessness
 - Improving access to affordable housing
 - Affordable housing development
 - Housing Vouchers/Navigation



Housing Assistance



1. What affordable housing activity is being funded? (this will determine whether a household must be "impacted" or "disproportionately impacted" by COVID)



2. Is the household presumed eligible? (is the household either presumed "impacted" or "disproportionately impacted" by COVID?)



3. If the household is not presumed eligible, can the grantee justify a COVID impact?

Impacted Households

Low-or moderate-income households with income at or below 100 percent of the Area Median Income for the City and the size of the household based on the most recently published data.

Disproportionately Impacted Households

Low-income households with income at or below 80 percent of the Area Median Income for the City and the size of the household based on the most recently published data.



Broad Criteria for Evaluation

General

- Falls within eligible expenditure category

Project Feasibility

- Can be completed within program time limits & with reasonable assurance of success

Project Equity

- Meets goals, target population, etc.

Community Leverage/Partnership

- Leverages existing & as many community partners as possible to deliver outcomes

Long-Term Value & Impact

- Ensures high value return for investment
- High level of sustainability where possible



Criteria for Evaluation

Additional Criteria

- 10-Year Housing Plan Goals
- CoC Participation
- Diversity, Equity and Inclusion
- Local Community Need
- Evidence Based Interventions
- Applicant Capacity for Administration



10-Year Housing Plan



- **Impact at least 6,000 low-to-moderate income Flagstaff residents through a combination of unit creation or subsidy provision.**
- **Create or preserve 7,976 housing units by 2031 with a minimum of 10% of them being affordable. This will increase the overall supply of market rate, workforce and affordable housing occupied by local residents.**







Ranking Committee Evaluations

Agency	Project/Program		Funding Requested
Catholic Charities	Homeless Outreach and Support Services	675 Unique Individuals	\$199,999.00
DNA People's Legal Services	Outreach/Legal Aid for Eviction Prevention	Outreach to 10k Households Legal Aid to 85	\$200,000.00
Flagstaff Shelter Services	Hotel Shelter Operations	500 Unique Individuals	\$100,000.00
Habitat for Humanity	Pre-development for Starter Homes at Timber Sky	Pre-development of 24 sites – 6 homes built within 1 year	\$500,000.00
Homeless Youth Connection	Transitional Housing Operations	Support services for 50 youth Staffing 7 transitional housing beds	\$46,250.00
Housing Solutions of Northern Arizona	JoJo's Place Transitional Housing	44 Transitional Housing Units	\$500,000.00
The Salvation Army	Rental Assistance	50 households	\$75,000.00
Villas on Lake Mary	LIHTC Development	76 LIHTC units	\$500,000.00 (loan)
Total Funding Requested = \$2,121,249.00			

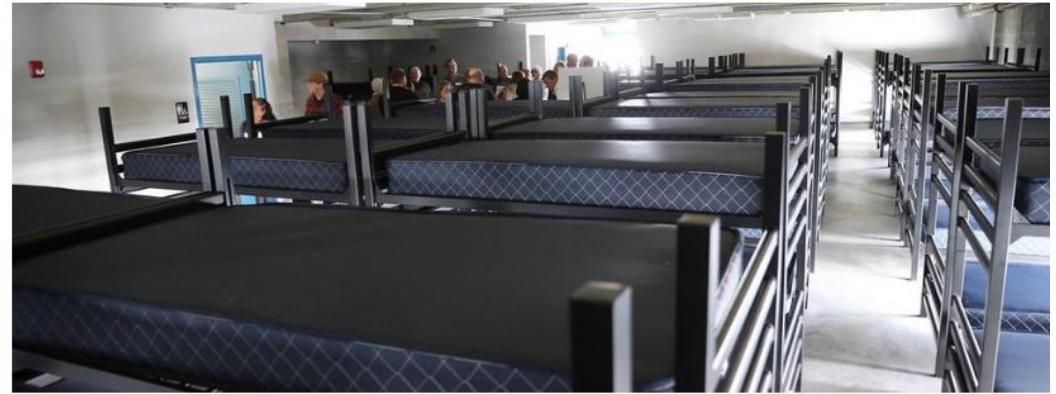


Ranking Committee Recommendations

Organization	Project/Program	Average Score	Funding Requested	Recommendation	
Housing Solutions of Northern Arizona	JoJo's Place Transitional Housing	193	\$500,000.00	\$500,000.00	<div style="text-align: center;"> <p>100%</p>  </div>
DNA People's Legal Services	Outreach/Legal Aid for Eviction Prevention	189	\$200,000.00	\$200,000.00	
Flagstaff Shelter Services	Hotel Shelter Operations	188	\$100,000.00	\$100,000.00	
Homeless Youth Connection	Transitional Housing Operations	178	\$46,250.00	\$46,250.00	
Catholic Charities	Homeless Outreach and Support Services	178	\$199,999.00	\$199,999.00	
Villas on Lake Mary	LIHTC Development	165	\$500,000.00	\$397,000.00 (loan)	<div style="text-align: center;">  <p>80%</p> </div>
Habitat for Humanity	Pre-development for Starter Homes at Timber Sky	164	\$500,000.00	\$397,000.00	
The Salvation Army	Rental Assistance	164	\$75,000.00	\$59,550.00	
Total Available Funding for Allocation = \$1,900,000					



CDBG Annual Action Plan



CITY OF FLAGSTAFF





CDBG Overview

CDBG

COMMUNITY DEVELOPMENT BLOCK GRANT



ECONOMIC DEVELOPMENT



PUBLIC FACILITIES & IMPROVEMENTS



HOUSING



PUBLIC SERVICES



National Objectives

To be eligible, an activity must qualify as one of the following:

- Limited Clientele
- Housing Activity
 - Area Benefit
- Job Creation or Retention Activities



CDBG Priorities

2023 and 2024 CDBG Council Priorities

- Housing (rental & ownership)
- Homelessness
- Neighborhood Revitalization
- Workforce Job Training





5-year Consolidated Plan Goals

Activity	Special Population	Priority Level	5-year Goal
Priority Need: Revitalization, Public Facilities & Infrastructure			
Facility Improvements	X	H	500 people
ADA Accessibility Improvements	X	L	500 people
Land Acquisition for Affordable Housing Development		L	5 households
Infrastructure for Affordable Housing Development		L	5 households
Priority Need: Public Services & Economic Opportunities			
Service and Facility Operating Support	X	H	2,000 individuals
Employment & Job Training Support Services		L	5 individuals
Housing Stabilization Services including Eviction/Foreclosure Prevention and Legal Services		H	500 households
Priority Need: Addressing Homelessness			
Service and Facility Operating Support, including Outreach	X	H	5,000 people
Increase number of emergency /transitional shelter beds for families	X	H	20 beds
Increase supply of permanent supportive housing	X	H	15 beds
Priority Need: Decent Affordable Housing			
Owner-occupied Housing Rehabilitation		H	25 units
Rental Housing Construction		H	5 units
Owner Housing Construction		H	2 units
First-time Homebuyer Assistance		H	25 households
Rental Housing Rehabilitation		L	10 units



CDBG 2023 Annual Action Plan

- **A League of Neighborhoods (ALN)**
September 12, 2022 & March 2, 2023
- **CDBG NOFA Release**
February 1, 2023
- **Review of applications**
March 2, 2023
- **Ranking Committee**
March 22, 2023
- **Housing Commission**
March 23, 2023
- **City Council Meetings**
April 11 and 18, 2023

Public Outreach & Participation

We need your input on the use of Community Development Block Grant Funds!



PUBLIC MEETING

Thursday,
March 2

11:00 am - 12:00 pm
Virtually and at
Flagstaff City Hall



CDBG Funding Summary

2023 Entitlement Allocation	\$541,191.00
------------------------------------	---------------------

<i>Program Income</i>	<i>\$TBD</i>
<i>Reallocated Funds</i>	<i>\$54,337.50</i>

Total Funding Available PY 2023	\$TBD
--	--------------





Ranking Committee Evaluations

Agency	Project/Program		Funding Requested
Housing/Public Facility/ Infrastructure			
City of Flagstaff	La Plaza Vieja Phase II	500 Households in La Plaza Vieja	\$700,000.00
Housing Solutions of Northern Arizona	Acquisition of Affordable Rental Units	3 Units – Approx 13 households	\$375,000.00
Flagstaff Shelter Services	The Lantern: A Hotel to Housing Project	400 Unique Individuals	\$245,000.00
Northland Family Help Center	Shelter Rehabilitation Project	180 Individuals	\$600,000.00
Roers Flagstaff Apartments, LLC	LIHTC – Woody Mountain Apartments	221 LIHTC Units	\$130,058.00
Public Service			
Housing Solutions of Northern Arizona	JoJo's Operating Support	44 Transitional Housing Units	\$100,000.00
CATS of Flagstaff	Mobile Shower and Outreach Bus	500 Individuals	\$20,800.00
Total Funding Requested = \$2,224,078.00			



Ranking Committee Recommendations

Organization	Project/Program	Average Score	Funding Requested	Recommendation
Housing/Public Facility/ Infrastructure				
City of Flagstaff	La Plaza Vieja Phase II	TBD	\$700,000.00	TBD
Housing Solutions of Northern Arizona	Acquisition of Affordable Rental Units	TBD	\$375,000.00	TBD
Flagstaff Shelter Services	The Lantern: A Hotel to Housing Project	TBD	\$245,000.00	TBD
Northland Family Help Center	Shelter Rehabilitation Project	TBD	\$600,000.00	TBD
Roers Flagstaff Apartments, LLC	LIHTC – Woody Mountain Apartments	TBD	\$130,058.00	TBD
Public Services				
Housing Solutions of Northern Arizona	JoJo’s Operating Support	TBD	\$100,000.00	TBD
CATS of Flagstaff	Mobile Shower and Outreach Bus	TBD	\$20,800.00	TBD

Total Admin (20%) = \$TBD

Total Public Service = \$TBD

Total Allocation = \$TBD

Kristine Pavlik

Housing &
Grants Administrator

City of Flagstaff

Kristine.Pavlik@flagstaffaz.gov

(928) 213-2749

