

**Proposal for Re-Appropriation of CDBG Funding
\$80,000 from 2009-2010 Program Year**

At the May 11, 2009, City Council meeting, Council gave an additional \$80,000 to the Housing Development Corporation (HDC) as a “holding place” until additional projects could be identified for the 2009-2010 CDBG Program Year. These projects must benefit low-to-moderate income residents and funding must be spent within one year of the date it is received.

In order to meet CDBG guidelines, staff would like to propose that this funding be applied towards the Arcade Mill Walking Trail. This trail will be a combination of sidewalks and greenway that will provide the Hagins-Fewell community with connectivity within the neighborhood as well as connections to destinations outside the neighborhood. This trail was also included as part of the Hagins-Fewell Greenway/Urban Trail and Park/Open Space Plan.

With this revision, the proposed 2009-2010 CDBG action plan will be the following:

Project Descriptions

Section 108 Loan Repayment - Saluda Street \$60,000

Funds will be used to repay the HUD Section 108 loan.

- 100% of funds will be spent to repay loan for improvements made in the Urban Rock Hill area.

SPARKS (Rock Hill Parks, Recreation & Tourism) \$14,671

Funds will be used for a year round program that focuses on education and recreational extracurricular activities for disadvantaged and handicapped youth.

- 80% of funds will be spent on programs in the Urban Rock Hill area (Weed and Seed neighborhoods).

Administration (City Manager’s Office) \$12,667

Funds will be used to cover administrative activities associated with the CDBG program.

Housing Development Corporation of Rock Hill \$226,449

Funds will be used for the Corporation’s First Time Homebuyer’s Program and owner-occupied housing rehab.

- First Time Homebuyers Program: \$101,449
- Owner-occupied Rehabilitation Program: \$95,000
- Housing Rehabilitation by Faith-based Partnership: \$30,000
- 60% of funds will be spent on programs/residents in the Urban Rock Hill area.
- This is an increase of \$46,449 from the 2008-2009 allocation

Old Town Façade Improvements (Economic and Urban Development) \$80,000

This funding will be used to initiate business/residential façade improvements and new investment incentives (rent subsidy or upfit assistance) along Oakland Avenue, Saluda Street, and throughout the East Town Neighborhood.

- 25% of funds will be spent in the Urban Rock Hill area.

Fair Housing (Housing and Neighborhood Services) **\$1,000**

Funds will be used to implement an education campaign to help residents understand their rights under the Fair Housing Act.

- 50% of funds will be spent on programs for the Urban Rock Hill area.

Arcade Mill Walking Trail (Parks, Recreation, and Tourism) **\$80,000**

Funds will be used to construct the Arcade Mill Walking Trail through the Hagins-Fewell Neighborhood.

- 100% of funds will be spent in the Urban Rock Hill area.

Total: \$474,787