

**CITY OF BELLEVUE
HUMAN SERVICES DIVISION
AMENDMENTS
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)
2021 & 2023 ANNUAL ACTION PLAN**

A. Background

1. The 2020-2024 Consolidated Plan for Housing and Community Development provides a framework for implementing housing, human services and community development activities from 2020-2024.
2. Each year the City of Bellevue executes specific actions to implement the objectives and strategies of the five-year Consolidated Plan, which are outlined in the Annual Action Plan.
3. The 2021 Annual Action Plan allocated \$102,000 to the Seattle Business Education HUB for IDIS activity #353, (Project #7) Microenterprise Assistance program under the National Objective of Low- Moderate Limited Clientele, 570.208(a)(2). In 2022 when staff scheduled a monitoring with the Seattle Business Education HUBs Microenterprise Assistance program, staff discovered that the agency could not demonstrate a practice for obtaining and maintaining appropriate documentation that the services provided were provided to low- and moderate-income Bellevue residents, as required by HUD under the Low- Moderate-Income Limited Clientele National Objective.
4. The City consulted with their HUD representative to re-pay \$93,480.48 of funds that were drawn in 2021. A total of \$83,117.08 were drawn from the 2021 CDBG entitlement for funding the activity from the IDIS local account. The City will re-allocate the \$83,117.08 2021 entitlement funds to another eligible activity by amending the 2021 Annual Action Plan and cancelling the (Project #7) Seattle Business Education HUB 21. The City returned the remaining drawn funds of \$10,363.40, the portion of program income that was previously drawn for the activity. Program income must be spent prior to any remaining entitlement funds; thus, the City used the returned portion of program income during its most recent draw after returning the program income.
5. A total of \$83,117.08 funds from the returned 2021 entitlement funds will be re-allocated to IDIS activity #370, the 2023 City of Bellevue Major Home Repair Program (Project #1), funds will be re-allocated to increase the activity award from \$422,232.59 to \$505,349.67.
6. The 2023 Bighug Microenterprise Assistance Program, activity #376 (Project #3, Microenterprise Assistance Program 2023), will be canceled because Bighug did not provide the required documents required by HUD to execute the contract. The \$100,000.00 grant award will be reallocated during the funding cycle for the 2024 program year and included in the 2024 Annual Action Plan as prior years unspent funds.

B. Amendment(s) will do the following:

1. Amend the 2021 Annual Action Plan to cancel activity #353, 2021 Microenterprise Assistance Program (Project #7).
2. Amend the 2021 Annual Action Plan to reallocate \$83,117.08 in CDBG funds repaid to the 2021 entitlement account to the 2023 City of Bellevue Major Home Repair Program IDIS activity #370 (Project #1).
3. Amend the 2023 Annual Action Plan to award the City of Bellevue Major Home Repair Program an additional \$83,117.08 from the City's return of the 2021 entitlement funds for re-payment of IDIS activity #353, Seattle Business Education HUB Microenterprise Assistance (Project #7).
4. The 2023 Major Home Repair Program total allocation for 2023 (Project #1) will now be \$591,349.67 (\$86,000.00 to IDIS activity #369, \$505,349.67 to IDIS activity #370).
5. Amend the 2023 Annual Action Plan to cancel IDIS activity #376, Bighug Microenterprise Assistance (Project #3) and re-allocate the \$100,000.00 award in the next funding cycle for the CDBG 2024 program year as prior years funds.