

OVERVIEW

Introduction

The attached five tables show the planned allocation of funds for the CDBG, HOME, ESG, and HOPWA programs in Metropolitan Nashville-Davidson County for April 2006 through March 2009. The tables also represent the Action Plan section of the *Consolidated Plan for Housing and Community Development*, which is submitted to the U.S. Department of Housing and Urban Development.

Table 1: Community Development Block Grant Allocations;

Table 2: NSA Neighborhood Allocations;

Table 3: HOME Program Allocations;

Table 4: Emergency Shelter Grants Program Allocations;

Table 5: HOPWA Allocations.

Community Development Block Grant Funds

Community Development Block Grant funds are based on new entitlement funding in the amount of \$5,300,000. Program income of \$600,000 is anticipated during the coming program year. All program income is used for the same activity that generated the income. CDBG funds designated for Affordable Housing Activities will be used to provide matching funds for federal, state or other affordable housing development programs. Special Neighborhood Activity funds are allocated for the Youth Initiatives Program.

Within the framework of serving eligible low- and moderate-income families, eliminating blight, and providing for urgent needs, the Metropolitan Government of Nashville and Davidson County has targeted a large portion of its Community Development Block Grant (CDBG) funds to specific areas so that a comprehensive treatment approach can be taken. Key among such targeted districts are low- and moderate-income residential Neighborhood Strategy Area(s) (NSAs). These areas are selected for inclusion in the program because their size, condition of housing, level of community organization, owner occupancy, and income make them good candidates for effective and visible treatment within the scope of the CDBG and local resources.

Community Development Block Grant funds are also programmed for planning initiatives in three commercial district target areas. These three areas are the Murfreesboro Road, 8th and Lafayette, and Clarksville Highway Commercial Districts. The Murfreesboro Road district is generally located between Interstate 24 and Thompson Lane. The 8th and Lafayette district is generally located inside Interstate 40 between 8th Avenue and Ewing Avenue.

From a categorical overview, housing rehabilitation, infill housing related projects, and neighborhood-related public facilities constitute the greatest portion of CDBG funds. Funds are

also used for efforts that complement targeted areas and projects designed for residential areas, including:

- Neighborhood commercial revitalization;
- Planning, and slum and blight removal aimed at providing a healthy central business district, and;
- Other economic development efforts directed toward generating long-term employment opportunities for low- and moderate-income inner city residents.

The Home Improvement Rehabilitation program will continue to serve eligible low- to moderate-income residents with home renovations through an array of loans and grants. The Emergency Rehabilitation Program offers grant funds for health and safety related renovation needs to low-income residents and persons with disabilities.

Community development funds may be used for eligible activities identified in the statement of objectives that are expected to generate program income in time to carry out activities for which funds were originally allocated. These short term or temporary uses of funds in the letter of credit shall be limited in amount and term in order to be reasonably sure that no delays will occur in the implementation of planned activities.

Community development funds will continue to be used for the repayment of loans guaranteed by the U.S. Department of Housing and Urban Development in accordance with Section 108 of the Housing and Community Development Act of 1974. Payments shall be made on an annual basis.

Home Investment Partnerships Program Funds

HOME funds are programmed to continue providing a mixture of owner-occupied and rental rehabilitation; new housing homeownership programs; multifamily and rental programs; downpayment assistance; and housing assistance through non-profit Community Housing Development Organizations (CHDOs).

Emergency Shelter Grants Program Funds (ESG or ESGP)

ESGP funds are allocated to local homeless shelter providers under four broad categories: operations, rehabilitation, prevention and essential services. Since 1986, MDHA has allocated these funds to as many as twenty-two local agencies. Since funding is expected to remain about the same as last year, the use of the funds is anticipated to closely mirror that in 2004-2005. This funding pattern distributes most of the funds to shelter programs' costs of ongoing operation. ESGP funds targeting homeless prevention will be largely centralized at one agency. There is no expectation at this time to fund any renovation. A portion of funds may be used for essential services, such as outreach and bus passes or to provide necessary identification for homeless persons.

Housing Opportunities for Persons With AIDS Funds (HOPWA)

The HOPWA program provides housing related assistance and supportive services for low-income persons with HIV/AIDS and their families. HOPWA funds are distributed by Metropolitan Statistical Area (MSA), which for Nashville, consists of Davidson County plus Cheatham, Dickson, Robertson, Rutherford, Sumner, Williamson, and Wilson Counties. As a part of the Consolidated Plan, the program now receives oversight by MDHA instead of the State, on behalf of The Metropolitan Government. Most of the services will be provided in, and for residents of Davidson County, reflecting the relative incidence of HIV/AIDS.

Amendments

Changes to the Consolidated Plan will not be considered as a substantial amendment unless the change results in the elimination of a category of activity for which funds have been allocated, the addition of a new category of activity not included in the Consolidated Plan, the elimination or addition of a targeted area of service, a change in the categories of beneficiaries or eligibility criteria, a substantial change in the method of distribution of funds as described in the Consolidated Plan or a change in the allocation priorities established by the Plan.

AN ORDINANCE AUTHORIZING THE METROPOLITAN MAYOR TO
SUBMIT A FIVE YEAR CONSOLIDATED PLAN FOR HOUSING AND
COMMUNITY DEVELOPMENT PROGRAMS TO THE U.S. DEPARTMENT
OF HOUSING AND URBAN DEVELOPMENT

TABLE 1
CDBG Allocations
April 1, 2006-March 31, 2009

Activity	2006-2007	2007-2008	2008-2009	Annual Program Income
Admin.	550,000	550,000	550,000	
Planning	400,000	400,000	400,000	
Acquisition	325,000	325,000	325,000	100,000
Relocation	50,000	50,000	50,000	
E.D. <i>Façade Loans</i> <i>Micro Initiatives</i>	250,000	250,000	250,000	150,000
Rehab <i>Home Improvement</i> <i>Emergency Repair</i>	1,350,000	1,350,000	1,350,000	350,000
Aff. Housing	165,000	165,000	165,000	
Spec N'hood <i>Summer Youth</i>	360,000	360,000	360,000	
NSAs <i>NSAs</i> <i>Commercial Dist.</i> <i>Target Areas</i>	1,450,000	1,450,000	1,450,000	
108 Loan	400,000	400,000	400,000	
TOTAL	5,300,000	5,300,000	5,300,000	600,000

TABLE 2
NSA-Neighborhood Allocations
April 1, 2006-March 31, 2009

2006-2007	2007-2008	2008-2009
Booker Street NSA		
Salemtown NSA	Salemtown NSA	
Inglewood NSA	Inglewood NSA	
Murfreesboro Road		
Cass NSA	Cass NSA	
8th and Lafayette	8th and Lafayette	
Bordeaux Hills NSA	Bordeaux Hills NSA	Bordeaux Hills NSA
	Clarksville Highway	Clarksville Highway
		New NSA
1,450,000	1,450,000	1,450,000

TABLE 3
HOME Program Allocations
April 1, 2006-March 31, 2009

Activity	Annual HOME Allocation (2006-2009)	Annual Program Income (2006-2009)	Annual TOTAL Funds (2006-2009)
Rehabilitation	1,030,625	491,000	1,521,625
<i>Home Rehabilitation</i>	<i>662,500</i>	<i>275,000</i>	<i>937,500</i>
<i>Rental Rehabilitation</i>	<i>368,125</i>	<i>216,000</i>	<i>584,125</i>
New Construction	585,000	500,000	1,085,000
Multifamily Production	400,000		400,000
Downpayment Assistance	300,000		300,000
Set Aside for CHDOs	487,500		487,500
CHDO Operating Costs	121,875		121,875
Administrative Costs	325,000		325,000
TOTAL	\$3,250,000	\$991,000	\$4,241,000

TABLE 4
Emergency Shelter Grant (ESG) Allocations
April 1, 2006 - March 31, 2009

Activity	Annual ESG Allocation (2006-2009)
Shelter Operations	\$124,000
Essential Services	\$66,000
Prevention Services	\$30,000
TOTAL	\$220,000

TABLE 5
Housing Opportunities for Persons With AIDS (HOPWA)
April 1, 2006 - March 31, 2009

Activity	Annual HOPWA Allocation (2006-2009)
Client Related Expenses <i>Subrecipients</i>	\$817,470
Implementation <i>Subrecipient</i>	\$35,160
Oversight, Coordination, Reporting <i>MDHA</i>	\$26,370
TOTAL	\$879,000