

Additional Recommendations for FY22 Carryover

Administration Recommendation – Operating Budget Contingencies Account

Allocate \$104,000 of remaining \$250,000 to the Neighborhood Support Program —providing an additional one-time boost of \$2,000 dollars to each Community Council.

This will leave \$146,000 in Operating Budget Contingencies Account. FY23 operating budget needs have already been identified that far exceed this amount, so additional budget adjustments will need to be made during the FY.

Administration Recommendation – Capital and Infrastructure Reserve

Allocate remaining \$7,294,178 as follows:

- Pedestrian Safety Program - \$3 million
- Deferred Capital Maintenance Recreation Facilities - \$1.3 million
- Deferred Capital Maintenance Park Facilities - \$1 million
- Catalytic Neighborhood Capital Investment Program - \$1,994,178

Proposed Catalytic Neighborhood Capital Investment Program

- Overview: Competitive RFP process to allocate funding targeting projects in communities that have been underinvested in (including private investment) and that can generate significant public benefit.
- Funding Awards:
 - Funding up to 25% of the total project costs.
 - Awards not to exceed \$2 million.

Proposed Catalytic Neighborhood Capital Investment Program

- Strategic Priorities:
 - Priority to projects in neighborhoods that have received relatively less investment (including private investment) than other neighborhoods.
 - Priority given to projects that include a substantial amount of investment in real estate development relative to the average real estate development in the neighborhood surrounding the project.
 - Priority will be given to projects that can show demonstrated ability to commence construction in the 18 months following a City contract.
 - Resources targeted to viable, market-driven, and mixed-use development in Strategic Investment Areas (listed in Carryover Report).
 - Areas based on federal designations utilized by HUD to identify neighborhoods with a high-level of low to moderate income households.

Proposed Catalytic Neighborhood Capital Investment Program

- Scoring:
 - Neighborhood Impact (~20 points).
 - Benefit to Strategic Investment Areas (~20 points).
 - Job Creation (5 points)
 - Community Support (20 points)
 - Project Scope and Budget (~10 points)
 - Private Leverage (~10 points)
 - Organization's Capacity (~10 points)
 - Completeness of Application (5 points)
- Point totals are for preliminary discussion purposes and are weighed in conjunction with how a project meets the strategic priorities to develop recommendations.

Proposed Catalytic Neighborhood Capital Investment Program

- Process:
 - RFP Evaluation Panel – 5 City employees appointed by the City Manager, one representative from Homebase, one representative from Invest in Neighborhoods.
 - Application developed and opened for submissions.
 - Received applications reviewed, scored, and discussed.
 - Recommendations made to Council for final award and appropriation.
- Timing:
 - Application Open – November 18th
 - Application Close – December 30th
 - Review Complete and Recommendations to Council – February 15th

Proposed Catalytic Neighborhood Capital Investment Program

Feedback Received and Clarifications:

- Strategic Investment Areas not intended as an eligibility list—just one component to be weighed.
- Confusion on “underinvestment” – intended to include lack of private investment.
- Received requests to increase funding limitation above 25% of project funding.
- No portion of funding will be utilized for administrative expenses.
- Questions about timing for deployment.