# Public Hearing

## Community Development Block Grant Program (CDBG)

## 2026 Annual Action Plan

4:00 P.M.

March 11, 2026

Community and Economic Development Committee

# Intro to CDBG

- CDBG is congressionally appropriated, and funds are distributed to entitlement cities/states
- Once Congress approves budget, the U.S. Department of Housing and Urban Development (HUD) uses a formula to determine how much is given to entitlement communities, and the communities carry out the projects
- Lee's Summit received these funds since 1995
- Projects must meet 1 of 3 national objectives
  - **Benefit to Low- and Moderate- Income (LMI) Persons**
    - The activity primarily benefits people whose household income is at or below 80% of the area median income (AMI)
  - Aid in the Prevention or Elimination of Slums or Blight
  - Meet Urgent Community Development Needs

# HUD Required Plans

- Consolidated Plan (5 Year Strategic Plan)
  - Identifies community needs, prioritizes those needs, details strategies (goals and objectives) to address identified needs (adopted in June 2025)
- Citizen Participation Plan
  - Sets forth policies and procedures to encourage public participation in plan preparation and amendments
  - Revisions are on an as needed basis (adopted in Dec. 2019; amended and adopted June 2020)
- Annual Action Plan
  - Detailed plan with specific projects, activities, and budget for each of the five program years (July – June)
  - This is our second-year action plan for the 2025-2029 Consolidated Plan

# Action Plan Requirements

- Identify annual goals and objectives directly linked to Consolidated Plan
- Identify programs/projects to be carried out
- Specify how these programs/projects will be funded
- Indicate performance measures and anticipated accomplishments

# Action Plan Timeline

- Pre-Application Orientation (January 5)
- Application Deadline (February 6)
- Staff Review (February 9-13)
- Staff Evaluation & Prioritization (February 17-20)
- Staff Funding Recommendation (February 23-March 6)
- CEDC Public Hearing & Recommendation (March 11)
- Public Review and Comment Period (March 12-April 11)
- HUD Approves Final Allocation (April 3)
- City Council Adoption (May 5)
- Submit Plan to HUD (May 15)

# Evaluation and Prioritization

- Funding requests were first evaluated to determine:
  - Eligibility (Agency, Program, and Beneficiaries)
  - Completeness of application
  - Meeting City priority needs identified in Consolidated Plan
  - Agency capacity to carry out CDBG funded activity in full compliance of the federal regulations and City standards

# Evaluation and Prioritization

- Requests were prioritized considering
  - Funding availability and constraints (caps)
    - Admin (20%)
    - Public service (15%)
    - Construction/Other (No cap)
  - Existing services vs. new services
  - Agency's history of performance and compliance risks

# Current Landscape

- In November 2025, HUD issued a notice expanding its interpretation of “federal public benefit,” meaning HUD-funded programs administered by cities may now require immigration status verification for participants unless a statutory exemption applies
- HUD indicated additional guidance will be issued after DHS publishes related guidance
- Coordinated with Legal, Finance, and surrounding entitlement cities
  - Updated monitoring Checklist
  - Strengthen subrecipient agreement language
  - Collected exemption documentation when applicable

# Recent Grant Allocations

- The funding allocation for PY 2026 has not been announced yet
- HUD has stated annual allocations will be posted by April 3, 2026
- For planning purposes, we have used PY 2025 allocations of $385,005.00

| Grant Year | Grant # | Current Authorized Amount |
|---|---|---|
| 2025 | B-25-MC-29-0010 | $385,005.00 |
| 2024 | B-24-MC-29-0010 | $342,628.00 |
| 2023 | B-23-MC-29-0010 | $354,909.00 |
| 2022 | B-22-MC-29-0010 | $333,409.00 |
| 2021 | B-21-MC-29-0010 | $355,770.00 |
| 2020 | B-20-MC-29-0010 | $372,328.00 |
| 2020 | B-20-MW-29-0010 | $571,772.00 |
| 2019 | B-19-MC-29-0010 | $373,739.00 |
| 2018 | B-18-MC-29-0010 | $390,209.00 |
| 2017 | B-17-MC-29-0010 | $354,769.00 |

# CDBG Accomplishments

**PY 2025 Accomplishments:**

- $57,750.75 awarded to four Public Service agencies, impacting 1,014 Lee's Summit residents
  - BackSnack, Court Advocacy, Case Management, and Operating Expenses

- $395,708.20 awarded to two Construction/Other Projects
  - Home Preservation Program
    - 12 Lee's Summit households served
    - Critical repairs: HVAC, roof, foundation, siding, accessibility-related improvements
    - Increased demand due to expanded outreach
    - Staff recommends raising per-project cap to $24,999.99 to meet need
  - Affordable Homeownership Program
    - First-time Program
    - Current market conditions make program financially infeasible
    - Agreed funds will be redirected to viable construction activities

# Next Steps

- Applicants will present their programs/projects and funding requests
- Staff will present funding recommendations
- Public Comment
- CEDC Recommendation
- 30-Day Public Comment Period
- City Council Adoption

# Public Hearing

## Community Development Block Grant Program (CDBG)

## 2026 Annual Action Plan

4:00 P.M.

March 11, 2026

Community and Economic Development Committee