



City of
**South
Gate™**

**2019-2020 ANNUAL ACTION PLAN – SUBSTANTIAL
AMENDMENT No. 5
Revised Budgets/Scope of Community Development Block
Grant – CARES Act
(CDBG-CV) Allocations**

**DRAFT FOR PUBLIC COMMENT PERIOD
May 27, 2022 – June 28, 2022 (Public Hearing)**

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Table of Contents

EXECUTIVE SUMMARY 4

PROCESS..... 6

EXPECTED RESOURCES – 91.220(c)(1,2) 6

PROJECTS – 91.220(d) 7

EXECUTIVE SUMMARY

Background

Congress passed the Coronavirus Aid, Relief, and Economic Security (CARES) Act and the President signed it on March 27, 2020 authorizing \$2.2 trillion in a variety of stimulus measures to prevent, prepare for, and respond to the COVID-19 pandemic. The law includes a special allocation of the Community Development Block Grant (CDBG-CV) to enable communities to effectively address the impact of COVID-19 on their communities, especially low- and moderate-income residents. This substantial amendment No. 5 to the City's 2019-2020 Annual Action Plan will account for the revision of proposed budgets to be carried out with the City's CDBG-CV3 funding from the U.S. Department of Housing and Urban Development (HUD); totaling \$1,738,226. It should be noted that the City's previous substantial amendments that allocated the CDBG-CV funds to activities (Substantial Amendments No.1, No. 2, No. 3, and No. 4) were previously approved by City Council on April 23, 2020 (Substantial Amendment No. 1), June 9, 2020 (Substantial Amendment No. 2), June 23, 2020 (Substantial Amendment No. 3), and January 26, 2021 (Substantial Amendment No. 4).

Sources

The City of South Gate's summary of activities from HUD under the CARES Act are identified below as:

• Admin	\$ 347,645
• Helpline Youth Counseling	\$ 245,354
• Salvation Army – Homeless Shelter	\$ 45,000
• Family Violence Prevention	\$ 20,000
• AltaMed – COVID-19 Testing	\$ 62,500
• Compator – Mental Health Services	\$ 201,173
• Bet Tzedek	\$ 80,000
• Senior Food Distribution	\$ 286,200
• Food Insecurity – Northgate Program	\$ 200,354
• Illegal Dumping Youth Employment Program	\$ 75,000
• The California Latino Leadership Institute	\$ 25,000
• South Gate Chamber of Commerce – Small Business Assistance	\$ 75,000
• Tweedy Mile Association – Small Business Assistance	\$ 75,000

These funds are separate and distinct from the City's regular CDBG funds and must comply with the requirements summarized in 24 CFR § 570 and the flexibilities authorized in the CARES Act and summarized in Federal Register Notice 6218-N-01.

Proposed Revisions of Community Development Block Grant (CDBG-CV funds)

The Substantial Amendment No. 5, Budget Amounts to CDBG-CV Activities within the 2019-2020 Annual Action Plan, provides the following recommendations:

- Increase the allocation to the Family Violence Prevention Program by adding \$45,000 to their budget
- Reduce the allocation of Bet Tzedek by (\$60,610) as they will no longer operate their program

- Reduce the allocation of the Food Insecurity Program by (\$3,340) as that program is now close and all expenditures have been accounted for
- Close the Tweedy Mile Association – Small Business Assistance Program and reallocate their funding (\$75,000)
- Allocate \$40,000 to the California Latino Leadership Institute. The California Latino Leadership was originally allocated \$25,000 in CV funding of which \$20,165 was expended and the program was closed. It is recommended that an additional \$40,000 be allocated to the program bringing their new total to \$60,165 (\$40,000+\$20,165=\$60,165)
- Allocate \$20,000 to the Los Angeles Centers for Alcohol & Drug Abuse
- Allocate \$7,000 to the South Gate Police Explorers Program
- Allocate \$31,785 to a Home Modification Program

PROCESS

The City's approved Citizen Participation Plan encourages public participation. The public comment period is 30 days.

The review period began on May 27, 2022, for the public hearing regarding the substantial amendment held on June 28, 2022. All interested persons are invited to the Public Hearing to be heard. In addition, written comments may be submitted to the City Council prior to the hearing. Comments may be submitted in writing by mailing comments to City of South Gate, Community Development Department, Attn: Ana Marie LeNoue, Interim Housing Manager, 8650 California Avenue, South Gate, CA 90280.

To encourage review and comment on the proposed activities, the City of South Gate published notices advertising the substantial amendment on in a local newspaper. An electronic copy of the amendment was available on the City website and hard copies were made available at the City Administration offices.

EXPECTED RESOURCES – 91.220(C)(1,2)

Introduction

For the special allocation of CDBG-CV resources, the City received an allocation of \$1,738,226. Should HUD authorize additional resources, the City will further amend its Action Plan.

Anticipated Resources

Program	Source of Funds	Eligible Use of Funds	CARES Act Allocation	Narrative Description
CDBG-CV	Public-Federal	<ul style="list-style-type: none">Economic DevelopmentHousingPublic Services	\$1,738,226	CDBG activities to prepare for, prevent, and respond to Coronavirus within the City of South Gate

Table 1 - Expected Resources

Explain how federal funds will leverage those additional resources (private, state, and local funds), including a description of how matching requirements will be satisfied

In the initial planning and programming of these resources, the Administrative and Community Development Departments have worked closely with other city departments as well as monitored other funding sources available at the local, state, and federal level to ensure that the City is not

providing duplicative assistance and addressing unmet needs and gaps for low- and moderate-income residents.

PROJECTS – 91.220(D)

Introduction

With the CDBG-CV substantial amendment number five, the City of South Gate will allocate funds to the following projects:

Projects

#	Project Name
1.	California Latino Leadership Institute
2.	Los Angeles Centers for Alcohol & Drug Abuse
3.	Police Explorers
4.	Family Violence Prevention & Education
5.	Home Modification Program

Table 2 – Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

These projects were determined in consultation with City staff, departments, and stakeholders serving low- and moderate-income residents of South Gate to identify critical needs resulting from COVID-19 within the City.

Project Summary Information

CDBG-CV Activity	Original Budget	New Proposed Budget	Net Change
Admin	\$347,645	\$347,645	\$0
Helpline Youth Counseling	\$245,354	\$245,354	\$0
Salvation Army – Homeless Shelter	\$45,000	\$45,000	\$0
Family Violence Prevention	\$20,000	\$65,000	\$45,000
AltaMed – COVID-19 Testing	\$62,500	\$62,500	\$0
Compatior – Mental Health Services	\$201,173	\$201,173	\$0
Bet Tzedek	\$80,000	\$19,390	(\$60,610)
Senior Food Distribution	\$286,200	\$286,200	\$0
Food Insecurity – Northgate Program	\$200,354	\$197,014	(\$3,340)
Illegal Dumping Youth Employment Program	\$75,000	\$75,000	\$0
South Gate Chamber of Commerce – Small Business Assistance	\$75,000	\$75,000	\$0

Tweedy Mile Association – Small Business Assistance	\$75,000	\$0	(\$75,000)
Los Angeles Centers for Alcohol & Drug Abuse	\$0	\$20,000	\$20,000
Police Explorers	\$0	\$7,000	\$7,000
Home Modification Program	\$0	\$31,785	\$31,785
The California Latino Leadership Institute	\$25,000	\$60,165	\$35,165**

**The California Latino Leadership was originally allocated \$25,000 in CV funding of which \$20,165 was expended and the program was closed. It is recommended that an additional \$40,000 be allocated to the program bringing their new total to \$60,165 (\$40,000+\$20,165=\$60,165)