



Meeting Date: November 7, 2016

Consent Docket Item: 4h

Report No.: CC-16-132

Department: Development Services

Subject: Reassignment of CDBG funds and additional appropriation to the Leigh and Hall Phase 2 Drainage Improvements (16467 CDBG 15/16DS01210)

Budget Impact: An appropriation of \$10,000 from the storm water fund is necessary for this action.

Prior Council Action or Part of an Approved Project: Yes

Related Items:

- Leigh & Hall Phase II: <http://stillwater.org/agenda/view/405> (item 4c)
- Chester, Fern, & Tucker Addition water lines: <http://stillwater.org/agenda/view/415> (item 3d)

Alternatives: The alternatives include:

1. Authorize an additional appropriation of \$10,000 to the Leigh and Hall Phase II Stormwater Drainage project from the storm water fund and approve the reallocation of CDBG funds from the water project to the drainage project.
2. Reject the additional appropriation of \$10,000, which could result in not spending the entire amount of the grant.

Recommendation: Staff recommends that the City Council appropriate an additional \$10,000 from the stormwater fund for use on the CDBG Leigh and Hall Phase II storm water drainage project and approve the proposed reallocation of the CDBG funds from the water project to the storm water project.

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Background Information: The City received a Community Development Block Grant (CDBG) from the Oklahoma Department of Commerce (ODOC) in the amount of \$188,052. The grant was distributed to both a water line project and a storm water project.

Due to the water project bid being much lower than the engineer's estimate, the total amount of expenditures required to receive the full grant amount may not be reached for the CDBG-related portion of the project. If this occurs, CDBG funds would be returned to ODOC.

Staff have met and discussed a plan for retaining the full amount of the grant. The plan (recommended action) includes reassignment of \$10,000 from the CDBG water project to the CDBG storm water project, Leigh and Hall Drainage Improvements. Implementation of the plan will enable expenditure of the full \$188,052 CDBG Grant.