A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND ADOPTING 1994 COMMUNITY DEVELOPMENT BLOCK GRANT LOCAL PROGRAM POLICIES AND AUTHORIZING SUBMISSION OF A LETTER OF INTENT TO APPLY FOR COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS

WHEREAS, the City of Kirkland jointly participates with King County and the application for funds pursuant to the Federal Housing and Community Development Act of 1974, and

WHEREAS, the 1994 Block Grant Consortium Policy Plan will include established local jurisdiction funding guidelines for 1994 block grant projects, and

WHEREAS, the City administration has developed and recommended to the City Council community development block grant local funding guidelines to be utilized by the City of Kirkland for inclusion in the 1994 Block Grant Consortium Guidelines, and

WHEREAS, the City Council has considered said recommendation in an open regular City Council meeting

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Kirkland as follows

<u>Section 1.</u> The City Council hereby approves after consideration the City of Kirkland 1994 community development block grant local funding guidelines, a copy of which is attached to the original of this resolution and incorporated herein

<u>Section 2.</u> Once adopted and included in the King County Block Grant Consortium 1994 Policy Plan, said local program policies shall be utilized in preparing and reviewing block grant program and project requests

<u>Section 3.</u> The City Council hereby authorized the Mayor to submit a letter to King County Housing and Community Development expressing the City's intent to apply for Community Development Block Grant Funds for Public Service projects, Planning and Management, and Housing Repair Programs, a copy of which is attached to the original of the resolution and incorporated herein

<u>Section 4.</u> A certified or conformed copy of this resolution with attachments shall be forwarded to the King County Housing and Community Development Division, 707 Smith Tower, 506 Second Avenue, Seattle, WA 98104, by not later than May 3, 1993

PASSED by majority vote of the Kirkland City Council in regular, open meeting on the <u>20th</u> day of <u>April</u>, 1993

SIGNED in Authentication thereof on the <u>20th</u> day of <u>April</u>, 1993

La hant Mavor

Attest

Deputy City

AF\OR\RES-CDBG/4-13-93/JS rk

CITY OF KIRKLAND

1994 Community Development Block Grant Local Program Policies

GENERAL DESCRIPTION.

These 1994 Local Program Policies provide an overview of the community needs and priorities for the use of Community Development Block Grant funds.

The City of Kirkland is located along the northeastern shore of Lake Washington, encompassing 10 7 square miles As of 1992 the City's population was 41,390 According to the 1990 census, the median income is \$38,437 while the median age is 32 8.

Kirkland has well-established residential areas, since it has been incorporated since 1905 As a result of the large annexation of the Rose Hill and Juanita neighborhoods in 1988, infill development is occurring Commercial activities in the central business district, outlying neighborhood commercial centers, and commercial/industrial parks continue to expand and opportunities exist for redevelopment. Areas with the highest potential for redevelopment are the North Rose Hill, Everest and Totem Lake neighborhoods

NEEDS ASSESSMENT:

Based on the 1990 Federal census data, the City estimates that 15,401 individuals are classified as having low to moderate incomes¹. Because of the high costs of housing, the need for affordable housing is an increasing issue in Kirkland as in all of the Eastside cities According to the 1990 Federal census data, the median monthly rent in Kirkland is \$559 00, the median housing value for Kirkland is \$160,200, (King County is \$140,100)² Sales figures from 1992 indicate an average sales price of \$202,515 for Kirkland, 15% higher than the county average (King County "Monitoring Bulletin") It is estimated that close to 3,000 households pay more than 30% of their household income on housing³

As part of the update of the Comprehensive Plan to meet the requirements of the Growth Management Act, the City will develop policies and regulations to provide its share of affordable housing to low and moderate income households Pursuant to King County Countywide Planning Policies Kirkland will be required to provide 17% of new housing units be affordable to households earning between 50-80% of median income and 24% of new units be affordable to those households with incomes below 50% of the County median Considerable financial assistance will be needed to achieve these targets, since housing which serves the very low income, of those earning 50% or less of median income, typically requires deep subsidies

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¹ A low- and moderate-income person is one whose income does not exceed 80% of the median income for households in King County (\$16,800 to \$26,900 income limits by one person household)

² City of Kirkland Community Profile, August 1992

³ GMC Housing Subcommittee housing data memo dated November 18, 1992

The City has attempted to address this concern through contributing block grant funds to King County Consortium administered housing repair programs Through February 4, 1993, Kirkland residents received \$61,349 99 in consortium housing repair loans and grants

The City's Human Service needs mirror the findings of the Eastside Work Group of the Human Services Roundtable Their 1988 report detailed five high priority service needs

Child Care	Limited affordable, quality day care and subsidies for low-income families
Youth	Increasing need for resources and services related to youths, pregnancy, substance abuse, school dropout, unemployment, mental health, and physical/sexual abuse by others, with particular emphasis on the needs of minority youth
Family Support	The need for services supporting the families of single women with children or dependent parents, families experiencing domestic violence or substance abuse, minority families, and the elderly, disabled, or frail
Health Care	Lack of health services for working poor not qualifying for public assistance or able to purchase services
Housing	The acute need for subsidized, affordable, and specialized housing

The Juanita and Rose Hill areas annexed to Kirkland in 1988 have a deficiency of public sidewalks, storm drainage, parks, and other public facilities The City has begun to address these concerns through the Capital Improvement Program and Parks Bond fund To the extent capital projects are in block grant eligible service areas, block grant funding will be considered as an additional resource to meet these needs

PROGRAM POLICIES AND PRIORITIES:

Capital Projects	Housing. In order to help meet the goals of the Countywide Planning Policies for affordable and low-income housing in Kirkland, a high priority for CDBG capital funding in 1993 will be for housing projects The city anticipates allocating funds for distribution to the ARCH (A Regional Coalition for Housing) Trust Fund program. Cooperatively, the cities of Bellevue, Redmond, and Kirkland, along with King County, have entered into an interlocal agreement to address housing issues on the Eastside through ARCH
	Public Facilities: The City has been improving its pedestrian network by constructing sidewalks which link neighborhoods to essential public services and business districts The City places a high priority on creating linkages between low/ moderate income areas and essential public services and will continue to use CDBG funds to help accomplish this goal. The City will also encourage projects that rebuild the City's deteriorating infrastructure and improve its park and recreational facilities

Compliance to ADA requirements. The City will continue to remove architectural barriers which impede access to City facilities and services for people with disabilities

Housing Repair Program The City will continue its contribution to the Consortium Housing Repair Program in an effort to upgrade existing housing stock for low and moderate income households

The City will contribute to the HOME housing assistance program, to be administered by the County

Public Services Projects should be encouraged that provide essential public services to low- and moderate-income persons These types of programs may include job training, emergency and transitional housing, child care, counseling and therapy

Kırkland is in support of the Public Service Setaside funds reserved for CDBG eligible activities and administered by King County, to help meet the regional affordable housing requirements of the Growth Management Act. The county will subtract the setaside from the entitlement before funds are distributed to Kırkland

Planning and
AdministrationFunds will be used for staff support to plan and manage the City's
CDBG program pursuant to Federal HUD and King County
Consortium requirements The City may use funds to perform a
needs assessment as required by the Growth Management Act.

- 1) To ensure maximum cost effectiveness, public service dollars will be allocated in increments of not less than \$5,000, unless the project is funded by more than one jurisdiction
- 2) All applications must have authorization to apply for CDBG funds Nonprofit organizations must receive authorization from their Board, or for city applications, by the City Council and include copies of the minutes or evidence of the authorization
- 3) Ongoing public service projects will not be permitted to carryover funds into the next program year unless there are extenuating circumstances Extensions may be granted on a case by case basis.
- 4) In addressing the needs of its low- and moderate-income citizens, the City also realizes that there are regional needs that cut across all jurisdictions within the Consortium The City should continue in 1994 to address the funding of regional and subregional systems The Cities of Kirkland, Bellevue, Redmond, and Bothell, along with King County, will be conducting a joint public service fund application workshop in May Additionally, a joint staff level review of

Funding Policies

project applications will be conducted this summer There is currently no formal mechanism for addressing these Consortium-wide regional or subregional needs with CDBG money Kirkland is exploring with the cities of Redmond and Bellevue the creation of such a mechanism This mechanism would provide an avenue for the City to direct a fair share of its CDBG dollars to fund those regional or subregional projects which can demonstrate a benefit to the citizens of Kirkland

5) CDBG funds should be allocated to projects which can demonstrate an immediate need which must be met to benefit the low- and moderate-income citizens of the City These projects should be carried out in a timely manner Any projects which are not underway by the time the City develops its projects for the next year's allocation, will be reexamined by the City for possible cancellation and reallocation

R-3809

THE CITY OF _	Kırkland	QUALIFIES FO	r an
ESTIMATED \$	258,290	IN 1994 KING COUNTY CONSORTIUM CDBG	FUNDS,
WHICH WILL BE	E AVAILABLE JANUA	1, 1994.	

Please check one:

- Our City does not elect to receive the above estimated pass-through. Please return it to the County and Small Cities Fund. We will compete for CDBG funding for our proposed projects through that fund.
- <u>X</u> Our City accepts the above estimated pass-through with the conditions outlined in the 1994 King County Consortium CDBG Policy Plan. Enclosed are our <u>Local Program Policies</u> that will guide the allocation of these funds. Our City has held at least one public meeting before adopting these Local Program Policies.

Cities which accept the pass-through should check the following if applicable:

- <u>X</u> Our City would like to allocate a portion of our funds for public (human) service activities.
- X Our City would like to allocate a portion of our funds for planning and administration activities.
- Our City is eligible to request the use of additional planning and administration ceiling. We would like to request additional funds for the following:

<u>X</u> Our City would like to contribute a portion of our capital funds to the King County Housing Repair Program so that our residents may participate. We understand that 15% of the total amount allocated will be used for program delivery costs.

The following lists our distribution of CDBG funds for 1994: (List amounts below).

Public	Planning and	Additional	Housing	Capital	Total Funds
Services	Administration	P&A Requested	Repair	Projects	Available
\$35,043	\$22 , 200		\$62 , 553	\$201,047	\$258,290

Signature of Mayor

Date

Please attach a copy of the City Council's authorization of the above and return to PCDD by May 3, 1993.

T427 (4/7/93)