A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND ADOPTING 1995 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 1995 Block Grant Consortium Policy Plan will include established local jurisdiction funding guidelines for 1995 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 1995 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:

Section 1. The City Council hereby approves after consideration the City of Kirkland 1995 community development block grant local funding guidelines, a copy of which is attached to the original of this resolution and incorporated herein.

Section 2. Once adopted and included in the King County Block Grant Consortium 1995 Policy Plan, said local program policies shall be utilized in preparing and reviewing block grant program and project requests.

Section 3. 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 Capital Projects, a copy of which is attached to the original of the resolution and incorporated herein.

Section 4. 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 4, 1994.

PASSED by majority vote of the Kirkland City Council in regular, open meeting on the <u>3rd</u> day of <u>May</u>, 1994.

SIGNED in authentication thereof on the 3rd day of May, 1994.

4.

Mayor Pro tem

Attest:

Clerk

AF\OR\RES-CDBG/4-28-94/JS:rk

CITY OF KIRKLAND

1995 Community Development Block Grant Local Program Policies

INTRODUCTION:

The City of Kirkland receives federal Community Development Block Grant (CDBG) funds through the King County Consortium. These Local Program Policies provide an overview of Kirkland's needs and priorities for the use of an estimated \$307,634 in 1995 CDBG funds. This amount will be divided into the following categories: public service-\$38,520, capital projects-\$236,609 and planning and administration-\$32,505.

COMMUNITY PROFILE:

Kirkland is located along the northeastern shore of Lake Washington, encompassing 10.7 square miles. As of 1993 the City's population was 41,700. 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. The percent of households with a primary language oher than English is 10%. Seven percent of the population is non-white.

NEEDS ASSESSMENT:

The 1990 Federal census data provides us with the most current statistical view of Kirkland as a community. The City estimates that 12,682 individuals are classified as having low to moderate incomes¹ and live primarily in the Totem Lake neighborhood and area directly east of the Central Business District. The number of middle income households decreased in the last decade, while the number of lower income households increased.

The primary area of concern is the lack of affordable housing available to low-and moderate income persons. It is estimated that close to 3,000 households pay more than 30% of their household income on housing². Because of the high costs of housing, the need for affordable permanent or transitional housing is an increasing issue in Kirkland as in all of the Eastside cities. More homeless people request shelter on the Eastside than can be served. It is estimated that one in three people who request shelter are served 3.

As part of the update of the Comprehensive Plan to comply with the Growth Management Act, the City is developing policies and implementation strategies to provide its share of affordable housing to low and moderate income households. Pursuant to King County Countywide Planning Policies Kirkland will be encouraged 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, or those earning 50% or less of median income, typically requires deep subsidies. The median monthly rent in Kirkland is \$700.00. ⁴. Between 1992 and 1993 the average price for a house in Kirkland increased 6.4% from \$203,797 to \$216,871. Compared to other Eastside cities and King County, the increase was only 1.8%.

The City has attempted to address this concern through contributing block grant funds to King County administered Housing Repair Programs. This program has been very successful.

Likewise, the City is in support of a public service setaside fund to prevent homelessness, and administered by King County to help implement the regional affordable housing requirements of the Growth Management Act and Countywide Policies.

Since 1980 the absolute number of single mothers with children has tripled in Kirkland. In 1990 there were 1,076 female headed households (20% of all families). In addition, over one quarter (29%) of all Kirkland residents age 65 and over live alone and 269 or 22% had a mobility or selfcare limitation.

In regards to the City's public service needs, the City should continue to support applications that provide for programs in the following areas.

Child Care	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	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.			

PRIORITIES FOR 1995:

The City of Kirkland will give priority in allocating the 1995 CDBG funds to the following types of projects:

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 1995 will be for housing projects that benefit low-and moderate income persons. 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.

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 and encourage maintaining affordable housing.

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

Public Facilities: The City has been improving its pedestrian network by constructing sidewalks which link neighborhoods to essential public services and business districts. In accordance with the Americans with Disabilities Act, the City encourages the removal of architectural barriers, so that persons with disabilities may have increased mobility on public sidewalks or public facilities such as recreational facilities. The City encourages projects that rebuild the City's deteriorating infrastructure in income eligible areas.

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 support, child care, counseling and therapy.

Kirkland 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 subtracts the setaside from the consortium entitlement before funds are distributed to Kirkland.

City funds will be used for staff support to plan and manage the CDBG program pursuant to Federal HUD and King County Consortium requirements. The City will use funds to perform a needs assessment to provide for a better understanding of the Human Service needs in Kirkland. This will also be used as a planning tool to develop a Human Service section in the Comprehensive Plan.

REGIONAL COORDINATION

Kirkland will continue to support programs that address the regional needs and consortium-wide needs through a coordinated funding approach. The Cities of Kirkland, Bellevue, Redmond, and Bothell, along with King County, will be conducting a joint public service fund application workshop in May.

COMPLIANCE WITH COMPREHENSIVE PLAN

These policies are consistent with the Comprehensive Plan that is being revised to comply with the Growth Management Act, and scheduled for adoption late 1994.

GRANT2/5-05-94/JS:rk

Public Services:

Planning and

City's Administration

- 3 -

FUNDING CRITERIA

Besides meeting the federal and King County Consortium block grant requirements, applications will be evaluated using the Human Service Policies, based on the number of low-moderate income persons served to cost benefit, the projects financial feasibility and timeliness, of meeting program accomplishments, and programs which promote self-sufficiency and independent living.

Capital Project applications will be evaluated based on projects that have diverse funding sources, projects that meet federal CDBG requirements described in the King County Consortium Policy Plan, projects which can demonstrate that they will not be dependent on future operating and maintenance funds from the City.

Funding Schedule

May Applications available.

- July 1 Applications due to City by 5:00 p.m.
- August Staff review of applications. Human Service Advisory Committee meets to make recommendations on public service applications.
- September City Council holds a public hearing on proposed funding allocations.
- October Draft contract exhibits to King County.

January Funding begins.

- ² GMC Housing Subcommittee housing data memo dated November 18, 1992.
- ³ King County CHAS 1993
- ⁴ City of Kirkland Community Profile, August 1992
- Other resources: ARCH Data Analysis/Housing Needs Assessment King County Monitoring Bulletin

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).

THE CITY OF _____Kirkland

QUALIFIES FOR AN

ESTIMATED \$_307,634 IN 1995 KING COUNTY CONSORTIUM CDBG FUNDS, WHICH WILL BE AVAILABLE JANUARY 1, 1995.

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 1995 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 hearing before adopting these Local Program Policies.

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

- $\underline{x}_{}$ Our City would like to allocate a portion of our funds for public (human) service activities.
- <u>X</u> 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>×</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 1995: (List amounts below).

Public	Planning and Administration	Additional	Housing	Capital	Total Funds
Services		P&A Requested	Repair	Projects	Available
\$ 38,520	\$ 32,505	\$	\$ 65,000	\$ 171,609	\$ 307,634

Signature of Mayor Pro tem

5/03/94

Please attach a copy of the City Council's authorization of the above and return to PCDD by May 2, 1994.

T427 (4/4/94)