Memorandum

To: Mayor and Council

From: Bethany Beck, Grants Coordinator

Date: May 18, 2016

Re: 2016 CDBG Application

As you may know, the Town is preparing its biannual application for Community Development Block Grant (CDBG) funds. These funds may be used for a variety of activities; however, the proposed project(s) must primarily benefit citizens who meet the State of Arizona's low- to moderate-income guidelines.

There will be two public hearings to discuss potential CDBG projects. The first hearing will be held June 2. It will include a brief overview of the CDBG program, as well as staff suggestions and public input regarding possible projects.

The second hearing will be at the July 7 Council meeting. The Council agenda on that date will include a resolution to submit the 2016 CDBG application. At that time, staff will seek your decision about which potential project (as discussed at the first hearing) to include in the 2016 grant application. The grant funding agency, Arizona Department of Housing, requires each community to choose only one project per application.

Based upon your input and direction on July 7, staff will prepare and submit the Town's 2016 CDBG application to CAAG as required.

The total CDBG funding available to Payson in 2016 and 2017 is anticipated to total $278,483. If you would like more details or would like to know more about previous CDBG projects please feel free to contact me.

JUL 07 2016 F. 2

JUN 02 2016 F. 1