PUBLIC HEARING FOR PUBLIC COMMENT PERIOD FOR 2ND SUBSTANTIAL AMENDMENT TO THE 2024-2025 ANNUAL ACTION PLAN

- On July 15, 2025, staff presented an update to Council on the Reunification Center Project, a city-owned emergency shelter facility.
- Council provided a Motion of Direction to suspend the project until further notice.
- Additional direction was given on how to proceed with preservation or reallocation of project funding.
 - Capital Improvement Projects (CIP): Hold until final decision is made to reactivate or terminate the project.
 - Community Development Block Grant (CDBG): Reallocate funds to a CDBG eligible project.

Substantial Amendment

- As noted in the July 15th presentation, reallocation of CDBG funds requires a Substantial Amendment to the Annual Action Plan (AAP).
- A substantial amendment occurs when there is a change in the purpose, scope, location, or beneficiaries of an activity/project.
- □ The 1st Substantial Amendment to AAP 2024-2025 was authorized via Ord. 25-037, which allowed for the reprogramming of previous years HOME funds to Tenant Based Rental Assistance (TBRA) activities and removed a counseling requirement for beneficiaries of TBRA.

Substantial Amendment

- CDBG grant funds allocated to the Reunification Center Project totaled \$1,399,103.09.
- Reprogramming the CDBG funds is necessary to maintain compliance with HUD CDBG expenditure regulations.

CDBG Funding Detail

Program Year	Award Amount	Expend./Commit.	Balance
2022-2023	\$ 20,121.73	-	\$ 20,121.73
2023-2024	\$ <i>757</i> ,370.1 <i>5</i>	\$ 49,657.40	\$ 707,712.75
2024-2025	\$ 621,611.21	-	\$ 621,611.21
TOTAL	\$1,399,103.09	\$ 49,657.40	\$1,349,445.69

Community Development Advisory Committee

- The Community Development Advisory Committee (CDAC) was convened on August 20, 2025, but a quorum was not satisfied to allow a vote on a recommendation to Council.
- □ The meeting was rescheduled for August 27, 2025, and a quorum was met.
- CDAC received a presentation from staff, then voted to recommend substantial amendment to the 2024-2025 AAP reprogramming \$1,349,445.69 in CDBG funds from the Reunification Center Project to the Rosa Hereford Community Center and Senior Wing Improvements Project.

Citizen Comment Period

- Citizen comment allows for additional input from the community on the draft Substantial Amendment.
- Citizen comment period is open from September 22 –
 November 4, 2025.
- Comments may be submitted via:
 - In-person at public hearing (101 N. College St., Killeen, 76541);
 - □ In-writing (802 N. 2nd St., Bldg E., Killeen, Texas 76541); or
 - E-mail at cdgrantsmgt@killeentexas.gov.

Availability of Substantial Amendment Draft

- A copy of the Substantial Amendment Draft will be available for in-person viewing beginning September 22, 2025, at the following city facilities:
 - Killeen City Hall (City Secretary), 101 N. College St.
 - Killeen Community Development Department, 802 N. 2nd St., Building E
 - □ Killeen Public Libraries, 205 E. Church St., 3000 S. WS Young Dr.
 - □ Lion's Club Park Senior Center, 1700-B E. Stan Schlueter Loop
- □ The draft is also available online: www.killeentexas.gov/289/Community-Development

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- □ Hold a final public Hearing on November 4, 2025, to receive citizen input.
- City Council vote to approve or deny the substantial amendment.
- □ If approved, staff will submit the Substantial Amendment to HUD no later than November 30, 2025.

Staff Recommendation

Staff recommends that the citizen comment period for the proposed 2nd Substantial Amendment to the 2024-2025 Annual Action Plan be open from September 22 to November 4, 2025, then hold a final public hearing on November 4, 2025, for Council action on the proposed the reprogramming of CDBG funds in the amount of \$1,349,445.69.