



# PUBLIC HEARING FOR SUBSTANTIAL AMENDMENT TO THE 2025-2026 ANNUAL ACTION PLAN REPROGRAMMING CDBG FUNDS

PH-26-001

January 6, 2026

# Background

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- On July 15, 2025, staff presented an update to Council on the Reunification Center Project, a proposed 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.

# Background

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- As noted in the July 15<sup>th</sup> 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.
- On August 27, 2025, Community Development Advisory Committee (CDAC) recommended a 2<sup>nd</sup> Substantial Amendment to AAP 2024 for the reprogramming of the CDBG funds in the amount of \$1,349,445.69 from the Reunification Center to the Rosa Hereford Community Center and Senior Wing Project.

# CDBG Funding Detail

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Program Year	Award Amount	Expend./Commit.	Balance
2022-2023	\$ 20,121.73	\$ -	\$ 20,121.73
2023-2024	\$ 757,370.15	\$ 49,657.40	\$ 707,712.75
2024-2025	\$ 621,611.21	\$ -	\$ 621,611.21
<b>TOTAL</b>	<b>\$1,399,103.09</b>	<b>\$ 49,657.40</b>	<b>\$1,349,445.69</b>

# Community Development Advisory Committee

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- CDAC was convened on November 12, 2025.
- CDAC received a presentation from staff, which included an update on the proposed 2<sup>nd</sup> Substantial Amendment to AAP 2024.
- Staff requested that CDAC consider reprogramming the available CDBG funds from the Reunification Center Project to the Rosa Hereford Community Center Project and the Killeen Community Center Ballpark Water Reuse Irrigation System.

# CDBG Reprogramming Options

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- CDAC was presented the following options for consideration to reprogramming the funds to the following projects:
  - The purchase of unfunded costs for kitchen appliances, furniture, and IT installation of systems throughout the Rosa Hereford Community Center.
  - Funding of design and construction of a new reuse water supply for an irrigation system at the Killeen Community Center Ballpark.
  - Do not recommend funding of either project in the current program year, making the funds available for reprogramming in PY2026 (Fiscal Year 2027).

# CDAC Recommendation

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- CDAC members present voted unanimously to recommend the following funding be reprogrammed for PY2025:

Project	Award Amount
The purchase of kitchen appliances, furniture, and IT installation of systems throughout the Rosa Hereford Community Center.	\$ 349,455.69
Funding of design and construction of a new reuse water supply for an irrigation system at the Killeen Community Center Ballpark.	\$1,000,000.00

# Citizen Comment Period

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- Citizen comment allows for additional input from the community on the draft Substantial Amendment.
- Citizen comment period was open from December 8, 2025 – January 6, 2026.
- Comments were accepted:
  - In-person at public hearing (101 N. College St., Killeen, 76541);
  - In-writing (802 N. 2<sup>nd</sup> St., Bldg E., Killeen, Texas 76541); or
  - E-mail at [cdgrantsmgt@killeentexas.gov](mailto:cdgrantsmgt@killeentexas.gov) .

# Availability of Substantial Amendment Draft

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- A copy of the Substantial Amendment Draft was available for in-person viewing beginning December 8, 2025, at the following city facilities:
  - Killeen City Hall (City Secretary), 101 N. College St.
  - Killeen Community Development Department, 802 N. 2<sup>nd</sup> St., Building E
  - Killeen Public Libraries, 205 E. Church St., 3000 S. W.S. Young Dr.
  - Lion's Club Park Senior Center, 1700-B E. Stan Schlueter Loop
- The draft was also available online:  
[www.killeentexas.gov/289/Community-Development](http://www.killeentexas.gov/289/Community-Development)

# Next Steps

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- If approved, staff will submit the Substantial Amendment to HUD no later than January 16, 2026.
- Additionally, staff will present an update to City Council on January 20, 2026, regarding the status of the Reunification Center Project.

# Staff Recommendation

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- Staff recommends that City Council approve an ordinance for the Substantial Amendment to the 2025-2026 Annual Action Plan reprogramming CDBG funds from the Reunification Center Project to the Rosa Hereford Community Center and Senior Wing Project in the amount of \$349,445.69, and to the Killeen Community Center Ballpark Water Reuse Irrigation System Project in the amount of \$1,000,000.00.