PUBLIC HEARING FOR SUBSTANTIAL AMENDMENT TO HOME-AMERICAN RESCUE PLAN (ARP) ALLOCATION PLAN

Background

- HOME American Rescue Plan (ARP) Program provides funding to reduce homelessness and increase housing stability.
- Funds may be used for developing affordable rental housing, tenant-based rental assistance, supportive services, and the development non-congregate shelter units.
- On January 24, 2023, through Ord. 23-010, Council approved the allocation of HOME-ARP funds in the amount of \$1,778,641.00.

Background

- □ On May 28, 2025, the city received notification from HUD that HUD made "an administrative error in the allocations of the HOME-ARP funds" for the city resulting in an additional \$1,993.00, for a total award amount of \$1,780,634.00
- The additional funding did not meet the threshold for Substantial Amendment and was added to the Supportive Services activity via a regular amendment.

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 HOME-ARP Allocation Plan reallocating \$288,155.15 from ARP-Supportive Service to ARP-TBRA.

Activity	Current Allocation	Increase/(Decrease	Proposed Allocation
Supportive Services	\$ 701,993.00	(\$288,155.15)	\$ 413,837.85
Non-Congregate Shelter	\$ 500,000.00	-	\$ 500,000.00
Affordable Rental Housing	\$ 200,000.00	-	\$ 200,000.00
Tenant Based Rental Assistance	\$ 111,844.85	\$288,155.15	\$ 400,000.00
Admin. & Planning	\$ 266,796.15	-	\$ 266,796.15
TOTAL	\$1,780,634.00		\$1,780,634.00

Citizen Comment Period

- Citizen comment allows for additional input from the community on the draft Substantial Amendment.
- □ Citizen comment period was open from September 22 November 4, 2025.
- Comments were accepted 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 was 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 was also available online:
 <u>www.killeentexas.gov/289/Community-Development</u>

Next Steps

□ If approved, staff will submit the Substantial Amendment to HUD no later than November 30, 2025.

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Staff recommends that Killeen City Council approve an ordinance for the Substantial Amendment to the HOME American Rescue Plan Allocation Plan reallocating \$288,155.15 from ARP-Supportive Service to ARP-TBRA with no changes to other funding categories.