

December 10, 2025

WHEREAS, the City of Dallas receives four formula entitlement grants each year from the U.S. Department of Housing and Urban Development (HUD), which make up the Five-Year Consolidated Plan, and consist of the Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), Emergency Solutions Grant (ESG), and Housing Opportunities for Persons with AIDS (HOPWA); and

WHEREAS, on June 12, 2024, the City Council authorized final adoption of the City's latest Five-Year Consolidated Plan for FY 2024-25 through FY 2028-29 and the first FY 2024-25 Action Plan, with the FY 2024-25 HUD Consolidated Plan Budget in the amount of \$30,949,109, by Resolution No. 24-0873; and

WHEREAS, on August 6, 2025, the City Council authorized closing the public hearing and final adoption of the FY 2025-26 HUD Consolidated Plan Budget in the amount of \$29,886,873, by Resolution No. 25-1185; and

WHEREAS, in addition to the four formula entitlement grants above, the City of Dallas has received additional one-time HUD grant awards, which are part of the Consolidated Plan and are subject to the City's Citizen Participation Plan for HUD Grant Funds, including the Community Development Block Grant CARES Act Program (CDBG-CV) Grant, HOME Investment Partnerships American Rescue Plan Program (HOME-ARP) Grant, and Community Development Block Grant Disaster Recovery Program (CDBG-DR) Grant; and

WHEREAS, on April 22, 2020, the City Council held a public hearing and approved final adoption of the Proposed FY 2020-21 HUD Consolidated Plan Budget; the Proposed CARES Act Relief Funds Budget, No. 1 from HUD; the Proposed FY 2019-20 Reprogramming Budget by Resolution No. 20-0655; and

WHEREAS, on November 11, 2020, the City Council authorized final adoption of Substantial Amendment No. 1 to the FY 2020-21 Action Plan to accept Coronavirus Aid, Relief, and Economic Security (CARES) Act Community Development Block Grant (CDBG) Funds No. 3 from HUD by Resolution No. 20-1845; and

WHEREAS, on January 12, 2022, the City Council authorized final adoption of Substantial Amendment No. 2 to the FY 2021-22 Action Plan to accept HOME investment Partnerships Program American Rescue Plan Act (HOME-ARP) Grant Funds from HUD by Resolution No. 22-0200; and

WHEREAS, on December 14, 2022, the City Council authorized final adoption of the 2022 Community Development Block Grant Disaster Recovery (CDBG-DR) Budget and Action Plan to accept CDBG-DR funds from HUD by Resolution No. 22-1836; and

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WHEREAS, on April 12, 2023, the City Council authorized final adoption 2022 Amended CDBG-DR Budget and Action Plan to accept additional CDBG-DR Funds from HUD by Resolution No. 23-0521; and

WHEREAS, on June 11, 2025, the City Council authorized Ordinance No. 33127 to amend the FY 2024-25 Operating and Capital Budget Appropriations Ordinance to authorize additional appropriations for HOME-ARP Grant Funds by Resolution No. 25-0904; and

WHEREAS, based on recent developments, it is necessary to make certain changes to the City's Consolidated Plan and Annual Action Plans as Substantial Amendment No. 1 to the FY 2025 26 Action Plan, for (a) adjustments to City of Dallas plans, policies, and programs to remain in compliance with federal grant requirements and other federal directives; (b) departmental and operational efficiencies set forth in the FY 2025-26 Operating and Capital Budget, with realignment of funding in open HUD grant budgets; and (c) reprogramming of unspent Community Development Block Grant (CDBG) Funds for use on public improvement projects; and

WHEREAS, over the last several months, federal partners have issued a number of new grant requirements and other directives, requiring review of City plans, programs or policies, and existing systems; and

WHEREAS, on June 25, 2025, the City Council directed the City Manager to review and evaluate city programs and policies for compliance with federal directives; to temporarily pause for operational purposes a city program or policy to ensure compliance with federal directives; and to timely brief City Council on all temporarily paused city programs or policies and present recommendations for any proposed City Council final action by Resolution No. 25-1081; and

WHEREAS, the City Council was briefed on "Grant Task Force Update, Recommendations, and Next Steps" on August 6, 2025; and

WHEREAS, in the development of the new Five-Year Consolidated Plan, the City recognized the need for the goals and strategies in the new plan and subsequent Annual Action Plans to align with existing systems, strategies and policies to ensure consistency among them and a baseline for a strategic approach for implementation to address identified needs; and

WHEREAS, because the City's Five-Year Consolidated Plan and Annual Action Plans are informed by these City plans, policies, and programs, as well as existing systems, changes made to those documents and systems to remain in compliance with federal grant requirements other federal directives will also be incorporated into the City's Consolidated Plan and Annual Action Plans; and

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WHEREAS, some departmental and operational efficiencies were approved in the FY 2025-26 Operating and Capital Budget, adopted by the City Council on September 17, 2025, which will require changes to the City's Five-Year Consolidated Plan and Annual Action Plans, including realignment of funding in open HUD grant budgets; and

WHEREAS, urgent needs for additional funding for public improvement projects have been identified, and the unspent Community Development Block Grant (CDBG) Funds in the amount of \$2,000,000 are available to meet those needs; and

WHEREAS, on August 27, 2025, the City Council authorized initial consideration of Substantial Amendment No. 1 to the FY 2025-26 Action Plan, and a public hearing on October 8, 2025, to accept comments on the proposed changes, by Resolution No. 25-1350; and

WHEREAS, on September 4, 2025, the Community Development Commission was briefed by its Public Services, HOPWA, and ESG Committee and Economic Development, Housing, HOME Committee on the proposed Substantial Amendment No. 1; and

WHEREAS, on September 17, 2025, the City Council adopted the appropriation ordinance appropriating funds for the FY 2025-26 Operating, Capital, and Grant & Trust Budgets, by Resolution No. 25- 1488; and

WHEREAS, the City Council was briefed on "Federal Grant Compliance Task Force Updates-and Next Steps" on October 1, 2025; and

WHEREAS, Federal regulations require that a public hearing be held on Substantial Amendment No. 1 to the FY 2025-26 Action Plan, and a public hearing on October 8, 2025, will satisfy the requirements set forth in HUD regulations and the City's Citizen Participation Plan; and

WHEREAS, a summary of Substantial Amendment No. 1 to the FY 2025-26 Action Plan, was published in the Dallas Morning News on or about September 21, 2025, to provide an opportunity to submit written comments through October 7, 2025.

Now, Therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That the City Council authorizes Substantial Amendment No. 1 to the FY 2025-26 Action Plan, including amendments to the Five-Year Consolidated Plan; amendments to the FY 2025-26 Action Plan; and amendments to the Community Development Block Grant CARES Act Program Grant, HOME Investment Partnerships American Rescue Plan Program Grant, and Community Development Block Grant Disaster Recovery Program Grant, to: **(a)** incorporate adjustments to the City of Dallas plans, policies, and programs, implemented by the City Manager pursuant to the City Council authorization, to remain in compliance with federal grant requirements and other federal directives;

SECTION 1. (continued)

(b) reflect departmental and operational efficiencies set forth in the FY 2025-26 Operating and Capital Budget, with realignment of funding in open HUD grant budgets; and **(c)** reprogram unspent CDBG Funds in the amount of \$2,000,000 for use on public improvement projects as FY 2025-26 Reprogramming Budget No. 1, as set forth in **Schedule A-C**.

SECTION 2. That the City Council authorizes the release of CDBG Funds from their originally budgeted purposes for FY 2025-26 Reprogramming Budget No. 1 to use unspent CDBG Funds in the amount of \$2,000,000 for repairs and/or renovations for public facilities, as set forth in **Schedule D**.

SECTION 3. That the City Manager is hereby authorized to transfer appropriations in an amount not to exceed \$2,000,000 to the FY 2025-26 CDBG Reprogramming No. 1 Fund, Fund 25R1, as set forth in **Schedule D**.

SECTION 4. That the Chief Financial Officer is hereby authorized to disburse funds in an amount not to exceed \$2,000,000 from the FY 2025-26 CDBG Reprogramming No. 1 Fund, Fund 25R1, Department BMS, Unit 953L, as set forth in **Schedule D**.

SECTION 5. That the City Manager is hereby authorized to transfer HUD Grant Funds between projects and individual object codes and/or categories in accordance with HUD regulation and the City's Citizen Participation Plan for FY 2025-26 Reprogramming Budget No. 1.

SECTION 6. That the City Manager is authorized to take all actions necessary to account for and report the use of HUD grant funds, including but not limited to creating additional funds/units, and transferring appropriations, expenses and/or cash between funds/units, projects, and individual object codes and/or categories in accordance with HUD regulations and the City's Citizen Participation Plan.

SECTION 7. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.