



City of Denton

City Hall
215 E. McKinney Street
Denton, Texas
www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: Community Services

CM/DCM/ACM: Christine Taylor

DATE: December 2, 2025

SUBJECT

Consider adoption of an ordinance of the City of Denton authorizing the City Manager to execute Amendment 1 to the 2014-2015 Funding Agreement between the City and Fred Moore Day Nursery School; said first amendment to reduce the term of the agreement; and providing an effective date.

STRATEGIC ALIGNMENT

This action supports Key Focus Area: Foster Economic Opportunity and Affordability.

BACKGROUND

Fred Moore Day Nursery School (FMDNS) is a childcare development center, serving children ages 6 weeks to 3 years old. FMDNS is open year-round, addressing the needs of low-income individuals by providing access to early childhood education with flexible sliding tuition rates. In addition, FMDNS is a historical recipient of City General Fund and federal Community Development Block Grant (CDBG) funds.

The City awarded grant funds to FMDNS for public facility improvements funded through the federal U.S. Department of Housing and Urban Development (HUD) CDBG. The City has two active CDBG funding agreements with FMDNS for public facility improvements (Figure 2). The scope of work in 2014 included activity room improvements with a 15-year service agreement term, and in 2015 included restroom and gym improvements, as well as the addition of commercial playground equipment with a 10-year service agreement term.

FEDERAL HUD CDBG GRANTS

Year	Project Name	Budget	Agreement Term	Completion Date	Minimum 5-year HUD Compliance
2014	FMDNS Improvements	40,000	09/01/14-08/31/29	11/03/15	11/30/20
2015	FMDNS Improvements	108,927	09/01/15-12/31/25	12/18/18	12/31/23
	TOTAL	\$148,927			

Figure 2: Federal CDBG Awards

HUD requires that public facility projects that are improved using CDBG funds be used to meet a CDBG national objective for at least five years following expiration of the grant agreement. The two active agreements with FMDNS exceed the minimum five-year HUD requirement, with 15 and 10 years. Since the project completion dates of November 3, 2015, and December 18, 2018, the minimum HUD requirement for compliance was November 30, 2020, and December 31, 2023, respectively. Approval of this ordinance would amend the agreement to reduce the terms from December 31, 2025, to December 31, 2023.

Community Developments recently revised its policy to require the minimum HUD requirement of five years from the term of the agreement for public facility projects to meet a CDBG national objective. To be consistent and align with current policy, staff recommends reducing the current terms for both active agreements with FMDNS to November 30, 2015, and December 31, 2023. The revised term would allow FMDNS to meet the minimum CDBG compliance requirement.

It is staff's assessment that FMDNS has met the minimum CDBG compliance requirements for these projects. The revised terms will release FMDNS from any continued obligations for compliance or reporting.

OPTIONS

- Approve the Fred Moore Day Nursery School Amendment 1.
- Do not approve the Fred Moore Day Nursery School Amendment 1.

EXHIBITS

1. Agenda Information Sheet
2. Ordinance and Amendment 1 to Agreement
3. 2014-15 FMDNS Funding Agreement

Respectfully submitted:
Jesse Kent
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