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## AGENDA INFORMATION SHEET

**DEPARTMENT:** Community Services

**CM/DCM/ACM:** Christine Taylor

**DATE:** June 16, 2026

### **SUBJECT**

Hold a public hearing inviting citizens to comment on the 2026 Action Plan for the 2023-2027 Consolidated Plan for Housing and Community Development.

### **STRATEGIC ALIGNMENT**

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

### **BACKGROUND**

#### **Community Development Funding Overview**

As a recipient of Community Development Block Grant (CDBG) and HOME Investment Partnership (HOME) program funds, the City of Denton is required to submit a five-year Consolidated Plan for Housing and Community Development (Con Plan) and a corresponding Action Plan annually to the U.S. Department of Housing and Urban Development (HUD). These federal funds are received annually to support the Con Plan and the activities outlined in the City's annual Action Plan. In 2023, the city submitted a five-year Con Plan for program years 2023 through 2027.

The annual Action Plan is developed based on strategies outlined in the Con Plan and provides a description of how funds are allocated each Program Year. The annual Action Plan is reviewed and approved by City Council for submission to HUD.

The Community Services Advisory Committee (CSAC) advises Council on programs, services, and the use of public resources to address complex societal problems (such as economic instability, housing, and homelessness) and meeting community service needs. The CSAC reviews applications for the Community Development Block Grant Program annually and makes funding recommendations to City Council which includes distribution of local (General Fund) and federal (CDBG and HOME) funding sources.

The June 16 public hearing will solicit public comment on CSAC funding recommendations for the 2026 Action Plan.

#### **Citizen Participation**

To gain public input for the 2026 Action Plan, staff held a public hearing on October 28, 2025, and used an online survey requesting citizen input regarding the use of CDBG and HOME funds. A summary of online survey results is included in Exhibit 3, 2026 Action Plan. A final Public Hearing was held June 16, during a regular session of City Council, for feedback on the 2026 Action Plan. Community engagement activities regarding public hearings and survey distribution are outlined below.

1. Information was sent via email listserv to interest citizens, previous clients, committee members, local churches, lenders and realtors who participate in the City’s housing programs, neighborhood associations, and social services agencies.
2. Newspaper advertisements were posted in the Denton Record Chronicle.
3. Information was sent to City Council members through the Friday report.
4. Information was posted on social media.

**Available Funding**

The City of Denton’s 2026 Action Plan reflects local (General Fund) and federal (CDBG and HOME) funding allocations for the Community Development Grant Program. The City’s General Fund allocation is included in the 2026 Action Plan to reflect the City’s investment to leverage with federal funds, however, these recommendations will be considered for approval by City Council during the normal budgeting cycle for FY 2026-27. The total grant funding proposed for the FY 2026-27 program year is \$1,872,958.33, as outlined in Figure 1.

**Figure 1: Funding Summary by Funding Source**

<b>FUNDING SOURCE</b>	<b>FUNDING AMOUNT</b>	<b>SET-ASIDES</b>	<b>26/27 CSAC ALLOCATION</b>
Community Development Block Grant – Final	1,140,961.00		1,020,012.28
Community Development Block Grant - Program Income <sup>1</sup>	4,000.00		
Community Development Reallocated Funds <sup>3</sup>	103,243.28		
Community Development Block Grant – Administration <sup>2</sup>		228,192.00	
<b>CDBG TOTAL</b>	<b>1,248,204.28</b>	<b>228,192.00</b>	<b>1,020,012.28</b>
HOME Investment Partnership Grant - Final	486,606.05		437,946.05
HOME Investment Partnership Grant – Administration <sup>2</sup>		48,660.00	
<b>HOME TOTAL</b>	<b>486,606.05</b>	<b>48,660.00</b>	<b>437,946.05</b>
General Funds	1,345,526.00		415,000.00
General Funds – Homeless Initiatives		930,526.00	
<b>GENERAL FUNDS TOTAL</b>	<b>1,345,526.00</b>	<b>930,526.00</b>	<b>415,000.00</b>
<b>TOTAL</b>	<b>3,080,336.33</b>	<b>1,207,378.00</b>	<b>1,872,958.33</b>

<sup>1</sup>CDBG Estimated Program Income will be adjusted based on actual program income at the end of the program year.

<sup>2</sup>HUD allows a maximum percentage of the grant for administration (CDBG 20%/HOME 10%). Set-aside is based on costs for 2 FTE.

<sup>3</sup>The reallocated funds are residual balances from completed projects/programs.

**Committee Recommendations**

The CSAC met Friday, May 8, 2026, to consider the 2026-2027 Community Development Grant Program recommendations. The committee reviewed the cumulative results of committee member scoring and funding recommendations to make final funding recommendations as a group. A summary of the funding recommendations and project descriptions is included in Exhibit 2. Below is a summary of the total funds recommended by application type (Figure 2).

**Figure 2: 26-27 Funding Recommendations by Project Type**

Application Type	Total Funding Recommended
Human Services	\$586,144.00
Housing Projects	\$703,822.28
Public Facilities	\$395,046.00
Total	\$1,685,012.28

The committee recommended leaving \$187,946.05 of HOME funds unallocated for now with the plans to assess how they can be best used to support housing affordability after Council’s consideration of the affordable housing bond program. Staff will review options for allocating the remaining funds in the next year with the committee.

The CSAC funding recommendations are based on final funding available in Community Development Block Grant (CDBG), HOME Investment Partnership Program (HOME), CDBG reallocated funds, and local program income are \$1,872,958.33. Funding recommendations will be proportionally adjusted based on the approved 26-27 General Fund budget from City, anticipated in September.

**ESTIMATED SCHEDULE OF PROJECT**

**Figure 3: 2026 Action Plan Timeline**

Proposed Activity	Date
City Council considers approval of 2026 Action Plan and service agreement templates	July 21, 2026
Submission of 2026 Action Plan to HUD	Aug. 15, 2026
Execution of Service Agreement	Sept. 30, 2026
Start of 2026-2027 Community Development Grant Program Contracts	Oct. 1, 2026

**FISCAL**

**INFORMATION**

All projects and programs approved under the 2026-27 Action Plan are funded with CDBG, HOME, and program income from the use of these funds. General Fund programs will be considered during the normal budgeting cycle by City Council for FY2026-27.

**EXHIBITS**

- Exhibit 1 – Agenda Information Sheet
- Exhibit 2 – CSAC Funding Recommendations and Project Descriptions
- Exhibit 3 – 2026 Draft Action Plan
- Exhibit 4 – Presentation

Respectfully submitted:  
Jesse Kent  
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