

CITY OF NEWBURGH

2015 – 2019 CONSOLIDATED PLAN & 2015 ACTION PLAN

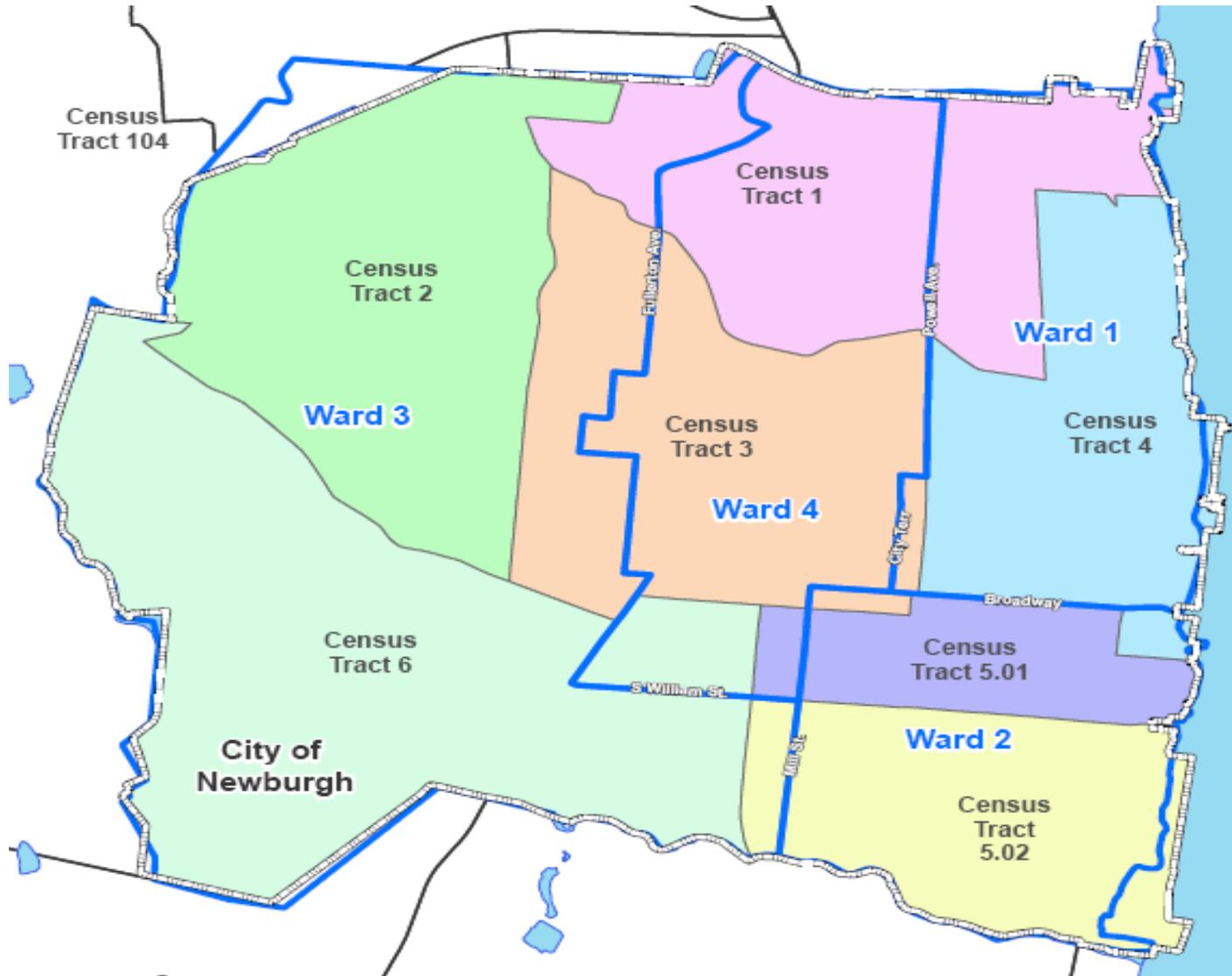
Presentation to City
Council October 9,
2014 @ regularly
scheduled work session

PARTICIPATORY BUDGETING

- HUD requires citizen participation as a part of the 5 year planning process & each subsequent annual action plan
- Public hearings on need in June and public hearing on the final product in October
- City Council also appoints the CDBG Advisory Committee consisting of residents and professional practitioners to provide guidance on community needs and participation
- Online Survey available in English & Spanish
- Focus Group Meetings with stakeholders



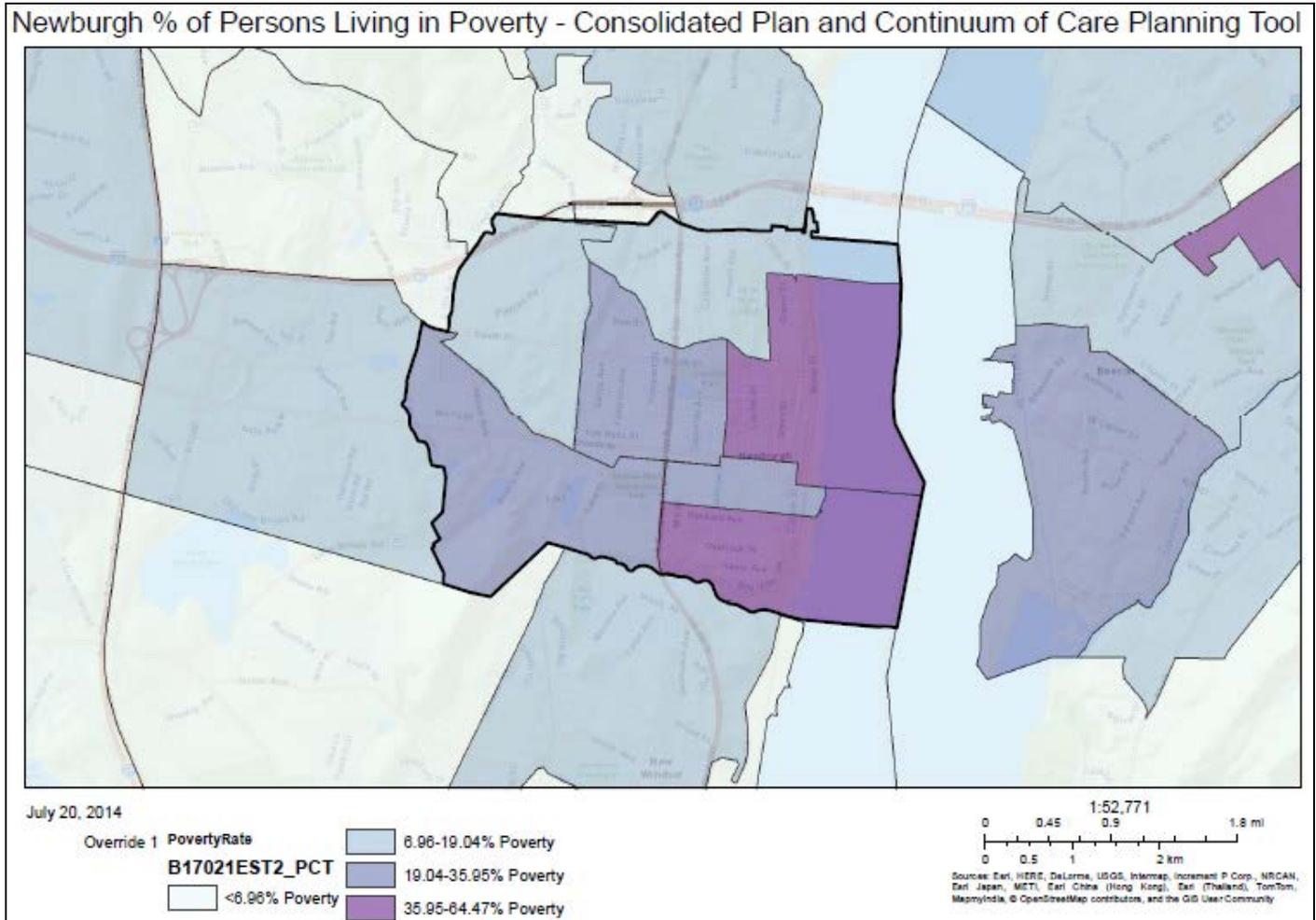
CDBG FUNDS TARGET LOW – MODERATE INCOME RESIDENTS



Above is a point of reference related to the City census tracts as it relates to individual wards. Additionally, the map on the left is provided by HUD

CDBG ADDRESSES POVERTY: OVER 35% OF THE INDIVIDUALS LIVING IN CENSUS TRACT 4 AND 5.02 LIVE IN POVERTY.

MORE THAN 19% OF PEOPLE LIVING IN CENSUS TRACT 5.01, 6 AND 3 ARE LIVING IN POVERTY



KEY INDICATORS

- 77.1% of households report living in severe housing
 - Lack of complete kitchen
 - Lack of complete plumbing facilities
 - More than 1.5 person per room
 - Cost Burden over 50%
- 27.9% of people live in poverty
- Almost 2,000 household income is less than \$15,000 per year.
- Median HH Income \$36,077 (68% the national average) Orange County average \$70,712



KEY INDICATORS

- Poverty: Those living in poverty in census tracts 4,5.01, 5,02, and 3.
- 6,500 Households are living or very close to living in poverty
- Median Income Increase less than 10,000. Inflation over \$40,000.
- Stagnant Workforce – no increase in new jobs
- Addressing Cost Burden – 50% income on housing (Increase Income)



SNAP SHOT

- In order for a family of four to afford living in Newburgh (without paying over 30% income in housing) they must make over \$52,731.
- To afford a 2 bedroom apartment in Newburgh with a fair market rent of \$1,258 a renter must earn almost \$25 per hour.
- In order survive on a minimum wage job a worker would need to work 121 hours per week to afford that rent.



PRIORITIES

CDBG AS NEWBURGH'S KEY ANTI-POVETY STRATEGY

- **Economic Development & Education & Training**(jobs that would earn someone over \$20 per hour).
- **Affordable Housing:** Housing Cost Burden Homeowners & Renters.
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- **Homeless Prevention**
- **Infrastructure Improvements**



2015 ANNUAL PLAN

- Completing Projects Funded in Previous Years
 - Downing Park Greenhouses
 - Skate Park Plaza

- Support Economic Development
 - Façade Improvement Program
 - Small Business Revolving Loan Fund



2015 ANNUAL ACTION PLAN

○ Infrastructure

- Identify Improvements throughout the district to make critical improvements that support homeowners and economic development.

• City Services

- In-Rem Stabilization
- Strategic Code Enforcement (Housing)
- Sidewalk Improvements



LOOKING TOWARD 2016 - 2019

- Plan for addressing impediments to affordable housing:
 - Child Care
 - Stimulation of Development
 - Concentration on Jobs vs. Living Wage
 - Cost Burden on the verge of Homelessness



2015 BUDGET

- Revenue

- **2015 Revenue**

| | |
|------------------------------------|-----------------|
| ○ Entitlement | \$787,179 |
| ○ Program Income | \$15,000 |
| ○ Reallocated Funds | |
| ○ Homeownership Education | \$10,000 |
| ○ Senior Services | \$10,000 |
| ○ Special Economic Development | \$17,000 |
| ○ <u>Section 108 Loan Proceeds</u> | <u>\$30,000</u> |
| ○ TOTAL | \$869,179 |



EXPENDITURES

| | |
|--|----------------|
| Administration | \$121, 292 |
| Infrastructure & Street Improvements: | \$206,889 |
| Park Improvements (Skate Park) | \$240,000 |
| Downing Park Greenhouses | \$100,000 |
| Façade/ Business Services | \$164,519 |
| Small Business Loan Fund: | \$30,000 |
| <u>Comm. Policing/ Neighborhood Svcs</u> | <u>\$6,479</u> |
| Total: | \$869,179 |



PREVIOUSLY FUNDED ONGOING ACTIVITIES

- In-Rem Stabilization
- Strategic Code Enforcement
- Sidewalk Program
- Housing Rehabilitation
 - Lead Mitigation (Primary Focus Rental Rehabilitation)
 - Electrical Upgrades
 - Sewer/ Water Lateral Upgrades
 - Emergency Repairs

