



**CITY OF PATERSON
DEPT. COMMUNITY DEVELOPMENT
2018-2019 ONE YEAR ANNUAL ACTION PLAN**

Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

The City of Paterson, Department of Community Development is submitting the 2018-19 Annual Action Plan, which is the fourth (4th) annual action plan of its 2015-2019 Five-Year Consolidated Plans. The 2018-19 Annual Action Plan serves as an application to the United States Department of Housing and Urban Development (HUD) for continued receipt of its' annual entitlement of formula grants. The City of Paterson anticipates receiving the following entitlement grants during the 2018-19 program years:

- Community Development Block Grant (CDBG)
- Home Investment Partnership Program (HOME)
- Emergency Solutions Grant (HESG); and
- Housing Opportunities for Persons with AIDS (HOPWA)

The 2018-19 Annual Action Plan summarizes the City's approach and direction in meeting its needs; as well as outlining activities that will be undertaken during the program year, which begins July 1, 2018 and concludes on June 30, 2019. All activities outlined in this plan are based on current priorities. By addressing these priorities, the City of Paterson hopes to meet the local objectives identified in its 2015-2019 Consolidated Plan.

All proposed activities and projects are intended to principally benefit the citizens of the City of Paterson who have extremely low, low and moderate incomes, as well as populations with special needs, such as homeless individuals, elderly individuals, disabled individuals and individuals with HIV/AIDS. The City of Paterson does not limit the beneficiaries of its various HUD-funded programs nor does the City give any preferences to any particular group or segment of the low to moderate income population.

The City issues an RFP to solicit requests for funding from qualified applicants for all HUD-funded programs. The RFP's are available in the Department of Community Development offices at 125 Ellison Street, City Hall located at 155 Market Street and on the City of Paterson web site, www.patersonnj.gov. All submitted proposals are reviewed by four separate committees and are ranked based on addressing the criteria outlined in the RFP. A recommendation is made to the City of Paterson Municipal Council to provide funding to qualified applicants that score the highest ranking. The Municipal Council performs a final review and grants their approval through a resolution. Once this process is completed, funding is awarded to the applicants.

2. Summarize the objectives and outcomes identified in the Plan

This could be a restatement of items or a table listed elsewhere in the plan or a reference to another location. It may also contain any essential items from the housing and homeless needs assessment, the housing market analysis or the strategic plan.

The 2018-19 Annual Action Plan outlines the City of Paterson's current planned uses of CDBG, HOME, HESG and HOPWA funds for activities that are consistent with the current priority needs identified in the City's 2015-2019 Consolidated Plan, along with identified objectives.

1. Paterson as a City of the First Class
2. Healthy and Safe Neighborhoods
3. Preparing Residents for Jobs in the 21st Century

During 2016, the City met its first goal of becoming a City of the First Class. The priorities for the 2018-19 Annual Action Plan have been identified based on the housing and homeless needs assessments, housing market analysis and consultation with stakeholders and partner agencies. HOME funds will be used to create more affordable rental and home-ownership housing for low to moderate income households and assist first-time home buyers with down payment and closing costs. CDBG funds will be used for public service, eliminate blight, improve parks in low to moderate income neighborhoods, provide workforce readiness, education and training, improve public facilities including the Paterson Fire Department and promote fair housing. HESG funds will be used to support homeless prevention and rapid rehousing, creating permanent supportive housing for homeless individuals and support the operations of emergency shelters for homeless individuals and families. HOPWA funds will be used to support case management, tenant based rental assistance, STRMU services, and other support services for persons living with HIV/AIDS in Bergen and Passaic Counties.

3. Evaluation of past performance

This is an evaluation of past performance that helped lead the grantee to choose its goals or projects.

The City of Paterson received four entitlement grants from HUD during the 2017-18 program year totaling \$4,916,702.00. The City and its community partners used these funds to address the priorities outlined in the 2017-18 Annual Action Plan. A summary of the City's progress toward addressing its goals and priorities, as outlined in the 2015-2019 Consolidated Plan will be identified in the City's 2017 Consolidated Annual Performance Evaluation Report (CAPER).

4. Summary of Citizen Participation Process and consultation process

Summary from citizen participation section of plan.

As outlined in the 2018-19 Annual Action Plan Calendar of Events, the Department of Community Development held two public meetings in preparation of the 2018-19 Annual Action Plan. The first public meeting was held on Thursday, January 11, 2018 at which time the City solicited needs and priorities from the community. At the meeting the applications were made available to the public. The City held an application workshop on Thursday, January 11, 2018 the City also offered technical assistance to ten potential grantees. The deadline for the applications were due back to the City on February 8, 2018. The City held a second public meeting at the Tuesday, April 3, 2018 City Council workshop where we presented to the public the draft of the projects that the City was recommending for approval. The City also invited all of the potential grantees to the City Council workshop on Tuesday, April 3, 2018 to answer any question that the Municipal Council might have. On Tuesday, April 10, 2018, the recommended proposed projects were approved by the Municipal Council. This meeting was televised. The public meetings were conducted at the City Hall Council Chamber room, 155 Market Street. Notices of the public meetings were published in the Herald News/Bergen Record, El Especial Newspaper and the Arab Voice.

Copies of the draft 2018-19 Annual Action Plan were made available to citizens for public comment from May 23, 2018 to June 23, 2018 after HUD notified the City of their actual annual allocations. The draft Annual Action Plan was available for viewing at the Department of Community Development, 125 Ellison Street, 2nd Floor, Paterson, NJ and via the City of Paterson's website (www.patersonnj.gov).

5. Summary of public comments

This could be a brief narrative summary or reference an attached document from the Citizen Participation section of the Con Plan.

The City requested that the public submit their comments in writing on a needs survey. The City received 11 needs surveys from residents. Many of the requests were for more affordable housing and greater funding for services for youth, seniors and education. The City also received verbal comments offered at the public meetings included a request for the City to fund more programs for youth, educational, services for seniors and housing for residents at risk of homelessness. The City funds various organizations that address all of these programs.

No public comments were received by the City during the comment period.

6. Summary of comments or views not accepted and the reasons for not accepting them

The City incorporated most of the comments into the plan. Those comments that were not included in the plan included requests to fund activities where the City did not receive an application from a qualified organization and requests for activities that are not eligible for funding under any of the various HUD-funded programs.

7. Summary

PR-05 Lead & Responsible Agencies – 91.200(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

Describe the agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

Agency Role		Name	Department/Agency
Lead Agency		PATERSON	
CDBG Administrator	PATERSON		Department of Community Development
HOPWA Administrator	PATERSON		Department of Health & Human Services/Ryan White Division
HOME Administrator	PATERSON		Department of Community Development
ESG Administrator	PATERSON		Department of Community Development
HOPWA-C Administrator			

Table 1 – Responsible Agencies

Narrative (optional)

The City of Paterson, Department of Community Development continues to be the lead agency for administering the programs covered by the Annual Plan. The Department directly implements the programs of the City's CDBG, HOME and HESG programs.

The Department works with the Department of Human Services/Ryan White Division to administer the HOPWA program. Each program collaborates with a variety of non-profit service provider agencies as well as the private sector. HOPWA Funds are allocated by a committee composed of HIV/AIDS service providers representing housing agencies and other support service agencies from Passaic County and Bergen County, primary goal is to continue to provide adequate, affordable housing and stable living environment fostering support efforts within the Bergen/Passaic Counties communities at large, improving the quality of life for persons living with HIV/AIDS through the delivery of client-centered services.

Consolidated Plan Public Contact Information

City of Paterson

Department of Community Development

Ms. Barbara Blake-McLennon, Director

125 Ellison Street, 2nd Floor

Paterson, NJ 07505

Tel: 973-321-1212

Fax: 973-321-1202

E-mail: bmclennon@patersonnj.gov

www.patersonnj.gov

AP-10 Consultation – 91.100, 91.200(b), 91.215(l)

1. Introduction

Provide a concise summary of the jurisdiction's activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(l))

The Department of Community Development at the City attends the monthly meeting of the CoC to coordinate the delivery of services to the homeless in the region. The Director of the Department of Community Development and the Executive Director of the Housing Authority of the City of Paterson both serve as part of the Mayor's Cabinet. They both attend weekly meeting where they coordinate activities and address funding needs for serving residents of the City's public housing. The Department also met with representatives of Catholic Charities, New Jersey CDC and the Paterson Department of Health and Human Services to address the needs of residents with mental health challenges and residents living with HIV/AIDS.

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.

The lead group exploring ongoing issues of homelessness is the Passaic County CoC, recognized by HUD as the local planning and decision-making body on programs funded with HUD's homeless assistance programs. The City attends the monthly meetings of the CoC to coordinate the services funded by the City with those provided by other organizations in the County.

Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

The City held conversations with the Chair of the CoC and the CoC's consultants to discuss funding priorities in the County and obtain feedback on the ways in which the City should allocate its HESG funds. It was determined that the CoC is focusing their resources on permanent housing with supportive services to address the issues of homelessness in the County. They view this as the optimal strategy for assisting homeless and at-risk individuals and families. While the CoC is focusing their efforts on permanent housing for homeless and at-risk homeless individuals and families, the City is using their HESG funding to address the other areas in the spectrum of continuum of care for homeless individuals and family. These include homeless prevention, assisting the operations and essential services provided by emergency shelters, assisting the operations and essential services provided by targeted transitional

housing and funding rapid rehousing initiatives. This coordinated approach between the CoC and the City is helping to ensure that all services are available to the population of homeless individuals and families.

2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdiction's consultations with housing, social service agencies and other entities

Table 2 – Agencies, groups, organizations who participated

1	Agency/Group/Organization	Paterson Housing Authority
	Agency/Group/Organization Type	Housing PHA Grantee Department
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs Homelessness Needs - Veterans Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the Housing Authority to identify the projects they intend to implement over the next year and the needs for their service area.
2	Agency/Group/Organization	Paterson Habitat for Humanity, Inc.
	Agency/Group/Organization Type	Housing Services - Housing Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Housing Need Assessment
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to discuss their development efforts for the next year and how City resources might be utilized.
3	Agency/Group/Organization	PATERSON TASK FORCE/HILLTOP HGTS FAMILY SHELTER
	Agency/Group/Organization Type	Housing Services-homeless Service-Fair Neighborhood Organization Housing

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
4	Agency/Group/Organization	HISPANIC MULTI-PURPOSE SERVICE CENTER
	Agency/Group/Organization Type	Housing Services - Housing Services-Children Services-Elderly Persons Services-Persons with Disabilities Services-Persons with HIV/AIDS Services-Victims of Domestic Violence Services-Education Services-Employment Service-Fair Housing Services - Victims Neighborhood Organization

	What section of the Plan was addressed by Consultation?	Housing Need Assessment Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
5	Agency/Group/Organization	Boys and Girls Club of Paterson
	Agency/Group/Organization Type	Services-Children Services-Elderly Persons Services-Education Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Recreation and Education
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
6	Agency/Group/Organization	St Paul's CDC
	Agency/Group/Organization Type	Housing Services-Children Services-homeless Services-Education Neighborhood Organization

	What section of the Plan was addressed by Consultation?	Housing Need Assessment Homeless Needs - Chronically homeless Homelessness Strategy Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
7	Agency/Group/Organization	Oasis - A Haven for Women and Children
	Agency/Group/Organization Type	Services-Children Services-Victims of Domestic Violence Services-homeless Services-Education Services-Employment Services - Victims Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Unaccompanied youth Homelessness Strategy Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.

8	Agency/Group/Organization	EVA'S VILLAGE HOPE CENTER
	Agency/Group/Organization Type	Services-Victims of Domestic Violence Services-homeless Services-Education Services-Employment Services - Victims Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
9	Agency/Group/Organization	Catholic Families & Community Services
	Agency/Group/Organization Type	Services-Children Services-Elderly Persons Services-Persons with Disabilities Services-Persons with HIV/AIDS Services-Victims of Domestic Violence Services-homeless Services-Employment Services - Victims Neighborhood Organization

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs HOPWA Strategy Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
10	Agency/Group/Organization	Passaic County Human Services Dept, NJ
	Agency/Group/Organization Type	Services - Housing Services-Children Services-Elderly Persons Services-Persons with Disabilities Services-Persons with HIV/AIDS Services-Victims of Domestic Violence Services-homeless Services-Health Neighborhood Organization

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs HOPWA Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
11	Agency/Group/Organization	Saint Peter's Haven
	Agency/Group/Organization Type	Services-Victims of Domestic Violence Services-homeless Services - Victims Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.

12	Agency/Group/Organization	NJ COMMUNITY DEVELOPMENT CORPORATION
	Agency/Group/Organization Type	Housing Services-homeless Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
13	Agency/Group/Organization	Greater Paterson OIC
	Agency/Group/Organization Type	Services-Education Services-Employment Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
14	Agency/Group/Organization	Grandparents Relative Care Resources Center
	Agency/Group/Organization Type	Services-Children Services-Elderly Persons Neighborhood Organization

	What section of the Plan was addressed by Consultation?	Referral and Eductaion
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
15	Agency/Group/Organization	Hearth of Hannah
	Agency/Group/Organization Type	Services-Children Services-Elderly Persons Services-Persons with Disabilities Services-Victims of Domestic Violence Services-homeless Services - Victims Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
16	Agency/Group/Organization	NJ Association on Corrections
	Agency/Group/Organization Type	Publicly Funded Institution/System of Care

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs of persons being discharged from incarceration to prevent them from becoming homeless.
17	Agency/Group/Organization	YMCA OF PATERSON
	Agency/Group/Organization Type	Housing Services - Housing Services-Persons with Disabilities Services-homeless Services-Education Services-Employment Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Homeless Needs - Chronically homeless Homelessness Needs - Veterans Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.

18	Agency/Group/Organization	BOY SCOUTS OF AMERICA
	Agency/Group/Organization Type	Services-Children Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Recreation and Tutoring Service for Young Men
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
19	Agency/Group/Organization	C-Line Counseling Center
	Agency/Group/Organization Type	Health Agency Neighborhood Organization
	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy Non-Homeless Special Needs Anti-poverty Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the organization to identify the needs for their service area.
20	Agency/Group/Organization	Department of Health and Human Services/Ryan White Division
	Agency/Group/Organization Type	Health and Social Service Agency Grantee Department

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Services-Elderly Persons Services-Children Non-Homeless Special Needs Anti-poverty Strategy Substance Abuse Mental Health Neighborhood Organization
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The City of Paterson met with representatives of the Department of Health and Human Services/Ryan White Division and the HOPWA Committee to identify the needs for their service area.

Identify any Agency Types not consulted and provide rationale for not consulting

Other local/regional/state/federal planning efforts considered when preparing the Plan

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Continuum of Care	Passaic County Department of Human Services	The City of Paterson & the CoC share the common goal of ending homelessness, addressing the shortage of affordable housing units, including housing for veterans and providing enhanced services to residents living with HIV and AIDS.
HOPWA	Paterson Department of Health & Human Services	The goals of the HOPWA plan are incorporated into the City of Paterson's 2018-19 Annual Action Plan.
Five Year Master Plan	Paterson Department of Economic Development	The City of Paterson's 2018-19 Annual Action Plan incorporates elements of the City's five-year Master Plan to provide resources to carry out the recommendations and objectives identified during the planning process.

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Public Housing Plan	Paterson Housing Authority	The City of Paterson's 2018-19 Annual Action Plan includes providing resources to the Paterson Housing Authority to carry out elements of their Action Plan
Passaic County Con Plan	Passaic County Department of Planning and Economic Development	The City of Paterson and the County of Passaic collaborate on funding for both the CoC and the Disaster Recovery program.

Table 3 – Other local / regional / federal planning efforts

Narrative (optional)

AP-12 Participation – 91.105, 91.200(c)

1. Summary of citizen participation process/Efforts made to broaden citizen participation Summarize citizen participation process and how it impacted goal-setting

As outlined in the 2018-19 Annual Action Plan Calendar of Events, the Department of Community Development held two public meetings in preparation of the 2018-19 Annual Action Plan. The first public meeting was held on Thursday, January 11, 2018 at which time the City solicited needs and priorities from the community. At the meeting the applications were made available to the public. The City held an application workshop on Thursday, January 11, 2018 the City also offered technical assistance to ten potential grantees. The deadline for the applications were due back to the City on February 8, 2018. The City held a second public meeting at the Tuesday, April 3, 2018 City Council workshop where we presented to the public the draft of the projects that the City was recommending for approval. The City also invited all of the potential grantees to the City Council workshop on Tuesday, April 3, 2018 to answer any question that the Municipal Council might have. On Tuesday, April 10, 2018, the recommended proposed projects were approved by the Municipal Council. This meeting was televised. The public meetings were conducted at the City Hall Council Chamber room, 155 Market Street. Notices of the public meetings were published in the Herald News/Bergen Record, El Especial Newspaper and the Arab Voice.

Copies of the draft 2018-19 Annual Action Plan were made available to citizens for public comment from May 23, 2018 to June 23, 2018, after HUD notified the City of their actual annual allocations. The draft Annual Action Plan was available for viewing at the Department of Community Development, 125 Ellison Street, 2nd Floor, Paterson, NJ and via the City of Paterson's website (www.patersonnj.gov).

Citizens were able to submit comments via e-mail, personal contact, phone contact and during public meetings and hearings. Responses to questions, comments and inquiries are provided in a timely manner. No comments were received.

Citizen Participation Outreach

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
1	Public Meeting	<p>Minorities</p> <p>Non-English Speaking - Specify other language: Spanish, Arabic</p> <p>Persons with disabilities</p> <p>Non-targeted/broad community</p> <p>Residents of Public and Assisted Housing</p>	At the 1st Public Meeting on January 11, 2018, there were 22 attendees. The City received 18 CDBG, 3 Home, 8 HESG and 7 HOPWA applications.	The City received 11 needs surveys from residents. Many of the requests were for more affordable housing and greater funding for services for youth, seniors and education.	Those comments that were not included in the plan included requests to fund activities where the City did not receive an application from a qualified organization and requests for activities that are not eligible for funding under any of the various HUD-funded programs.	

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
2	Public Hearing	<p>Minorities</p> <p>Non-English Speaking - Specify other language: Spanish, Arabic</p> <p>Persons with disabilities</p> <p>Non-targeted/broad community</p> <p>Residents of Public and Assisted Housing</p>	At the 2nd Public Meeting on April 3, 2018, there were 6 attendees and 10 potential grantees.	No Comments were received	No Comments were received	

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
3	Newspaper Ad	<p>Minorities</p> <p>Non-English Speaking - Specify other language: Spanish, Arabic</p> <p>Persons with disabilities</p> <p>Non-targeted/broad community</p>	<p>a) Herald News/Bergen Record,</p> <p>b) El Especial Newspaper</p> <p>c)The Arab Voice</p>	No Comments were received	No Comments were received	

Table 4 – Citizen Participation Outreach

Expected Resources

AP-15 Expected Resources – 91.220(c)(1,2)

Introduction

For 2018-19 program year, the City of Paterson anticipates receiving funding for four (4) entitlement grants estimated at \$5,400,511. The City will allocate these resources to the areas with the highest needs, including the areas of minority concentration which includes the 1st, 4th and 5th Wards. A brief description of the grants and the City's allocation for the 2018-19 program year follows:

- Community Development Block Grant (CDBG) – \$2,272,921.00 - The primary objective of the CDBG program is to develop viable communities, by providing safe, sanitary and decent housing, suitable living environments and economic opportunities for individuals with low and moderate incomes. All projects funded with CDBG funds must meet one of three national objectives: 1) principally benefit low and moderate income persons; 2) aid in the prevention and/or elimination of slum and/or blight; or 3) meet urgent community needs. Each approved activity must benefit at least 51% low and moderate income individuals and/or families.
- HOME Investment Partnerships Program (HOME) - \$1,334,211.00 - The purpose of the HOME program is to develop affordable housing for low and moderate income individuals and/or families. HOME funds can be used for homeowner rehabilitation, new housing construction, homebuyer activities, development of rental housing and tenant-based rental assistance.
- Emergency Solutions Grant (HESG) - \$185,243.00 - The focus of the HESG program has shifted since the name of program has changed from Emergency Shelter Grant to Emergency Solutions Grant. The primary focus is now on assisting homeless individuals in gaining stable permanent housing.
- Housing Opportunities for Persons with HIV/AIDS (HOPWA) - \$1,608,136.00 - HOPWA funds provide housing assistance and related supportive services to individuals with HIV/AIDS. These funds can be used for a wide-range of purposes, including housing, and supportive

services, program planning and development costs.

Anticipated Resources

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
CDBG	public - federal	Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services	2,272,921	0	0	2,272,921	2,050,000	The primary objective of the CDBG program is to develop viable communities by providing safe, sanitary and decent housing, suitable living environments and economic opportunities for individuals with low and moderate incomes. All projects funded with CDBG funds must meet one of three national objectives: 1) principally benefit low and moderate income persons; 2) aid in the prevention and/or elimination of slum and/or blight; or 3) meet urgent community needs. Each approved activity must benefit at least 51% low and moderate income individuals and/or families.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
HOME	public - federal	Acquisition Homebuyer assistance Homeowner rehab Multifamily rental new construction Multifamily rental rehab New construction for ownership TBRA	1,334,211	0	0	1,334,211	950,000	The purpose of the HOME program is to develop affordable housing for low and moderate income individuals and/or families. HOME funds can be used for homeowner rehabilitation, new housing construction, homebuyer activities, development of rental housing and tenant-based rental assistance.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
HOPWA	public - federal	Permanent housing in facilities Permanent housing placement Emergency Shelter, Short- term or transitional housing facilities STRMU: Rent, Mortgage, Utility Supportive services: Nutritional Services, Transportation, Case Management TBRA	1,608,136	0	0	1,608,136	1,511,657	HOPWA funds provide housing assistance and related supportive services to individuals with HIV/AIDS. These funds can be used for a wide-range of purposes, including housing, and supportive services, program planning and development costs.

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
ESG	public - federal	Conversion and rehab for transitional housing Financial Assistance Overnight shelter Rapid re-housing (rental assistance) Rental Assistance Services Transitional housing	185,243	0	0	185,243	200,000	The focus of the HESG program has shifted since the name of program has changed from Emergency Shelter Grant to Emergency Solutions Grant. The primary focus is now on assisting homeless individuals in gaining stable permanent housing.

Table 5 - Expected Resources – Priority Table

Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied

If appropriate, describe publically owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

The City of Paterson is not using any publicly owned land to address the needs identified in the plan.

Discussion

Annual Goals and Objectives

AP-20 Annual Goals and Objectives

Goals Summary Information

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
1	Housing Goal A	2015	2019	Affordable Housing	City Wide 1st ward, 4th ward and 5th ward	Affordable Housing	HOME: \$810,658	Rental units constructed: 4 Household Housing Unit
2	Housing Goal B	2015	2019	Affordable Housing	1st ward, 4th ward and 5th ward	Affordable Housing	CDBG: \$200,132	Homeowner Housing Added: 2 Household Housing Unit
3	Housing Goal D	2015	2019	Affordable Housing	City Wide	Affordable Housing	HOME: \$200,000	Direct Financial Assistance to Homebuyers: 12 Households Assisted
4	Housing Goal E	2015	2019	Affordable Housing	City Wide	Affordable Housing	CDBG: \$35,000	Public service activities for Low/Moderate Income Housing Benefit: 100 Households Assisted
5	Homeless Goal G	2015	2019	Homeless	City Wide	Housing and Services to End Homelessness	CDBG: \$91,350	Homelessness Prevention: 282 Persons Assisted
6	Homeless Goal H	2015	2019	Homeless	City Wide	Housing and Services to End Homelessness	ESG: \$80,000	Homelessness Prevention: 713 Persons Assisted

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
7	Special Needs Goal I	2015	2019	Non-Homeless Special Needs	City Wide Passaic County Bergen County	Address Needs of Special Needs Populations (PLWHA)	HOPWA: \$1,511,657	Homelessness Prevention: 285 Persons Assisted
8	Community and Economic Development Goal N	2015	2019	Non-Housing Community Development	City Wide 1st ward, 4th ward and 5th ward	Community Development	CDBG: \$1,283,337	Public Facility or Infrastructure Activities other than Low/Moderate Income Housing Benefit: 148708 Persons Assisted
9	Community and Economic Development Goal O	2015	2019	Non-Housing Community Development	City Wide	Community Development	CDBG: \$500,000	Public service activities other than Low/Moderate Income Housing Benefit: 9186 Persons Assisted
10	Program Administration Goal Q	2015	2019	Program Administration	City Wide 1st ward, 4th ward and 5th ward Passaic County Bergen County	Affordable Housing, Housing and Services to End Homelessness Address Needs of Special Needs Populations; and Community Development	CDBG: \$454,584 HOPWA: \$48,244 HOME: \$133,421 ESG: 13,893	Other: 1 Other

Table 6 – Goals Summary

Goal Descriptions

1	Goal Name	Housing Goal A
	Goal Description	The City plans to assist local developers with subsidy funding to develop affordable rental housing.
2	Goal Name	Housing Goal B
	Goal Description	The City intends to use its CHDO set aside to fund affordable new housing development
3	Goal Name	Housing Goal D
	Goal Description	The City plans to assist first-time low and moderate-income homebuyers with down payment and closing cost assistance.
4	Goal Name	Housing Goal E
	Goal Description	The City will provide assistance to the Housing Authority of the City of Paterson to provide housing counseling services to low and moderate income households throughout the City.
5	Goal Name	Homeless Goal G
	Goal Description	Rapid rehousing and prevention services for at-risk homeless households
6	Goal Name	Homeless Goal H
	Goal Description	The City will provide assistance to emergency shelter and transitional housing facilities.
7	Goal Name	Special Needs Goal I
	Goal Description	Provide case management, vouchers services and other related housing services to person with HIV/AIDS
8	Goal Name	Community and Economic Development Goal N
	Goal Description	The City will use CDBG funds to improve public facilities, eliminate blight and purchase equipment that communities with extremely low, very low, low and moderate income households.

9	Goal Name	Community and Economic Development Goal O
	Goal Description	Provide funding for public services that benefit extremely low, very low, low and moderate income residents.
10	Goal Name	Program Administration Goal Q
	Goal Description	Funding to administer the City's CDBG, HOME, HOPWA and HESG programs

Projects

AP-35 Projects – 91.220(d)

Introduction

During the year ending 06-30-2019, the City of Paterson will use its CDBG, HOME, HESG and HOPWA funding to support the projects outlined in this section of the 2018-19 Annual Action Plan.

Projects

#	Project Name
1	Affordable Housing - 2018-19 HOME
2	Homeless Emergency Solutions Grants - 2018-19 HESG
3	Housing Opportunities For Persons living with HIV/AIDS - 2018-19 HOPWA
4	Public Services - 2018-19 CDBG
5	Public Facilities & Infrastructure Improvements - 2018-19 CDBG
6	Administration - 2018-19 CDBG

Table 7 - Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

The City allocates resources based on the needs identified by the residents during the planning process and the strength of the applications submitted for funding.

AP-38 Project Summary
Project Summary Information

1	Project Name	Affordable Housing - 2018-19 HOME	
	Target Area	City 1st ward, 4th ward and 5th ward	Wide
	Goals Supported	Housing Goal A Housing Goal B Housing Goal D Program Administration Goal Q	
	Needs Addressed	Affordable Housing	
	Funding	HOME: \$1,334,211	
	Description	Develop affordable housing for low to moderate income households and provide assistance to first-time homebuyers.	
	Target Date	6/30/2019	
	Estimate the number and type of families that will benefit from the proposed activities	11 Low to moderate income households	
	Location Description	City of Paterson	
2	Planned Activities	<p>Provide closing costs and down payment assistance to 10 low to moderate income first time homebuyers to assist them in purchasing homes in the City of Paterson: \$190,000.00</p> <p>Provide funding to a local CHDO to develop two for-sale affordable housing units for low to moderate income households: \$200,131.65</p> <p>Provide assistance to housing developers to develop four affordable rental and homeownership housing units for low to moderate income residents: \$810,658.25</p> <p>Administration funding for the Department of Community Development at the City of Paterson to cover staff salaries and operating expenses associated with administering the HOME program estimated at 10 percent of the total HOME funds: \$133,421.10</p>	
	Project Name	Homeless Emergency Solutions Grants - 2018-19 HESG	
	Target Area	City Wide	
	Goals Supported	Homeless Goal G Homeless Goal H Program Administration Goal Q	

Needs Addressed	Housing and Services to End Homelessness
Funding	HESG: \$185,243
Description	Funding for homeless prevention, rapid rehousing services, emergency shelters, transitional housing and administration of the HESG Program
Target Date	6/30/2019
Estimate the number and type of families that will benefit from the proposed activities	1,093 extremely low, very low and low income homeless and at risk households
Location Description	Various facilities located throughout the City of Paterson (see the project descriptions for exact locations)
Planned Activities	<p>\$55,674.89 in HESG funding for Catholic Families plans to provide homeless prevention services to 282 low to extremely low income households at their facility located at 24 DeGrasse Street, Paterson, NJ.</p> <p>\$35,674.89 in HESG funding for Catholic Families plans to rapid rehousing services to 98 low to extremely low income households at their facility located at 24 DeGrasse Street, Paterson, NJ.</p> <p>\$20,000.00 in HESG funding for NJ Association on Corrections to operate a shelter for 40 low to extremely low income victims of domestic violence at their facility in Paterson, NJ.</p> <p>\$20,000.00 in HESG funding for St Paul's CDC to operate an emergency overnight shelter for 70 low to extremely low income homeless men located at 451 Van Houten Street, Paterson, NJ.</p> <p>\$20,000.00 in HESG funding for Paterson Task Force to operate Hilltop Haven, a shelter facility for 271 low to extremely low-income homeless women and children located at 26-28 and 36-38 Circle Drive, Paterson, NJ.</p> <p>\$20,000 in HESG funding for St Peters Haven to operate a transitional housing shelter for 47 low to extremely low income Paterson homeless residents located at 390 Clifton Avenue and 322 Burgess Place, Clifton, NJ.</p> <p>\$13,893.22 in HESG funding for the Department of Community Development at the City of Paterson to cover staff salaries and operating expenses associated with administering the HESG program estimated at 7.5 percent of the grant amount.</p>

3	Project Name	Housing Opportunities For Persons Living With HIV/AIDS - 2018-19 HOPWA
	Target Area	City Wide Passaic County Bergen County
	Goals Supported	Special Needs Goal I
	Needs Addressed	Address Needs of Special Needs Populations Community Development
	Funding	HOPWA: \$1,608,136
	Description	Provide support funding for organizations in the City of Paterson, Passaic County and Bergen County that assist low to extremely low income residents living with HIV/AIDS in housing and supportive services.
	Target Date	6/30/2019
	Estimate the number and type of families that will benefit from the proposed activities	431 low to extremely low income persons living with HIV/AIDS
	Location Description	60 Van Houten Street, Paterson, NJ One Bergen County Plaza, 2nd Floor, Hackensack, NJ 149 Hudson Street, Hackensack, NJ 286 Passaic Street, Passaic, NJ 100 Hamilton Plaza, Suite 1406, Paterson, NJ 508 Straight Street, Paterson, NJ 125 Ellison Street, Paterson, NJ

Planned Activities	<p>The Housing Authority of the City of Paterson will provide tenant-based rental assistance vouchers services for 42 extremely low, very low and low income households at their facilities located at 60 Van Houten Street, Paterson, NJ to persons living with HIV/AIDS in Passaic County: \$542,735.00</p> <p>The Housing Authority of Bergen County will provide tenant-based rental assistance vouchers services at their facilities located at One Bergen County Plaza, 2nd Floor, Hackensack, NJ to 37 low to extremely low income persons living with HIV/AIDS throughout Bergen County: \$437,798.00</p> <p>Support funding for the Buddies of New Jersey to provide case management, Emergency Shelter, Permanent Housing/Security Deposit, STRMU, Nutritional assistance, Transportation assistance, and other supportive housing related support services from their facilities located at 149 Hudson Street, Hackensack, NJ; as well as six 6 Project-Based housing units for low to extremely low income persons living with HIV/AIDS in Bergen County: \$200,000.00</p> <p>The Passaic Alliance Program of the City of Passaic Department of Human Services will provide case management, STRMU, Emergency Housing, Security Deposits, and other supportive housing related services from their facilities located at 286 Passaic Street, Passaic, NJ to 50 low to extremely low income persons living with HIV/AIDS in Passaic County: \$150,000.00</p> <p>CAPCO will provide case management, rental and utility assistance, nutrition assistance, transportation and other supportive housing related services from their facilities located at 100 Hamilton Plaza, Suite 1406, Paterson, NJ for 100 low to extremely low income persons living with HIV/AIDS in Passaic County: \$125,000.00</p> <p>Straight & Narrow will provide case management, rental and utility assistance, nutrition assistance, transportation and other supportive housing related services from their facilities located at 508 Straight Street, Paterson, NJ for 50 low to extremely low income persons living with HIV/AIDS in Passaic County: \$104,359.00</p> <p>Administrative funding for the Department of Human Services at the City of Paterson to cover staff salaries and operating expenses associated with administering the HOPWA program estimated at three percent of the HOPWA funds: \$48,244.00</p>
Project Name	Public Services - 2018-19 CDBG

4	Target Area	City Wide 1st ward, 4th ward and 5th ward
	Goals Supported	Housing Goal E Community and Economic Development Goal O
	Needs Addressed	Affordable Community Development
	Funding	CDBG: \$535,000
	Description	Support funding for public services to extremely low, very low, low and moderate income residents in the City
	Target Date	6/30/2019
	Estimate the number and type of families that will benefit from the proposed activities	9,186 extremely low, very low, low and moderate income residents, including children and youth, seniors, special needs residents, unemployed and under employed residents.
	Location Description	Activities will be carried out throughout the City of Paterson (see the project descriptions for more actual locations)

5	Planned Activities	<p>The Office of Neighborhood Assistance will provide public services, including referrals for food vouchers, job training and transportation from their facilities located at 147 Montgomery Street to 8,000 extremely low and low income residents of the City of Paterson: \$75,000.00</p> <p>OASIS will provide GED training from their facilities located at 59 Mill Street to 66 unemployed and under employed low to moderate income residents in the City: \$50,000.00</p> <p>The Boys and Girls Club of Paterson will provide homework tutoring from their facilities located at 264 21st Avenue to 500 low to moderate income children and youth living in the City of Paterson: \$60,000.00</p> <p>The Housing Authority of the City of Paterson will provide fair housing and housing counseling services from their facilities located at 60 Van Houten Street to 100 low to moderate income area residents: \$35,000.00</p> <p>New Jersey CDC will supervise 50 low income program participants and will help identify, plan and oversee projects within the Great Falls Neighborhood as part of their Junior Youthbuild Program. In addition, NJCDC will provide the participants with resume' building, job coaching and interview training: \$70,000.00</p> <p>New Jersey CDC's Birch Arms Mental Health Services will provide mental health counseling to 15 low/mod income older residents with mental health challenges living in their facilities located at 65 Birch Street: \$25,000.00</p> <p>Heart of Hannah to provide essential service and case management services from their offices at 175 Market Street to 14 low to extremely low income families facing homelessness: \$40,000.00</p> <p>Jump Start Community Recreation Program will create an after school performing arts program at Buckley Park for 100 low to extremely low income children living in the City: \$50,000.00</p> <p>C-Line Counseling Center will provide substance abuse counselling and other social and health care services at their facilities located at 680 Broadway for 305 low to extremely low income residents in the City: \$45,000.00</p> <p>Catholic Families will provide activities and services from their facilities located at 24 DeGrasse Street to 300 low to moderate income seniors living in the City of Paterson: \$85,000.00</p>
	Project Name	Public Facilities & Infrastructure Improvements - 2018-19 CDBG
	Target Area	City Wide

	Goals Supported	Community and Economic Development Goal N
	Needs Addressed	Community Development
	Funding	CDBG: \$1,283,337
	Description	Support funding for the Paterson Boys & Girls Club to perform renovations to their patio, NJCDC to improve their facility, the Division of Historic Preservation to improve Cricket Clubhouse and the Paterson Fire Department to purchase hazardous removal equipment.
	Target Date	6/30/2019
	Estimate the number and type of families that will benefit from the proposed activities	148,708 residents, the majority of which are low to moderate income households or reside in low to moderate income areas of the City
	Location Description	Various locations located throughout the City of Paterson (see the activities listed below for actual locations)
6	Planned Activities	<p>The Boys and Girls Club of Paterson will undertake improvements to the patio at their facility located at 264 21st Avenue that will benefit all City residents, the majority of which are low to moderate income: \$102,500.00</p> <p>NJCDC will perform exterior site improvements to their facility located at 52 Front Street which serves 200 low to extremely low income residents: \$102,500.00</p> <p>The Paterson Fire Department will purchase new demolition equipment to demolish hazardous fire damaged houses. The new equipment will be used to address properties throughout the City: \$731,664.00</p> <p>The Paterson Department of Public Works will undertake various improvements to Buckley Park: \$200,000.00</p> <p>The Paterson Department of Community Development will continue its homeowner rehab program for low to moderate income households in the City: \$146,672.80</p>
	Project Name	Administration - 2018-19 CDBG
	Target Area	City 1st ward, 4th ward and 5th ward Wide
	Goals Supported	Program Administration Goal Q
	Needs Addressed	Community Development

Funding	CDBG: \$454,584
Description	Funding to administer the CDBG Program at the City of Paterson.
Target Date	6/30/2019
Estimate the number and type of families that will benefit from the proposed activities	
Location Description	125 Ellison Street, Paterson, NJ
Planned Activities	Funding for the Department of Community Development at the City of Paterson to cover staff salaries and operating expenses associated with administering the CDBG program estimated at 20 percent of the grant amount: \$454,584.00

AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

Historically, the City of Paterson's primary focus has been the areas containing the largest concentration of very low, low and moderate-income residents. These concentrated areas are located within the City's 1st, 4th, and 5th Wards. The commitment to these Wards was determined by statistical data derived from both census tracts and census block group data; culminating into sufficient numbers to warrant the City of Paterson designating them primary areas in which to focus on HUD's goals of suitable living, decent affordable housing and economic opportunities.

Geographic Distribution

Target Area	Percentage of Funds
City Wide	40
1st ward, 4th ward and 5th ward	50
Passaic County	5
Bergen County	5

Table 8 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

During 2014, the City of Paterson hired consultant group, Heyer, Gruel and Associates to complete the City's 2015 Master Plan. As part of the Master Plan planning process, the consultants conducted Community Outreach Meetings in every Ward within the City. Notices were sent out as well as, transmitted via social media city-wide to residents, community leaders, activists, churches, businesses, educational institutions, etc. The purpose of these meetings was to encourage community input in the overall Master Plan process. Through this outreach, the City has interpreted the feedback Ward by Ward allowing the City to address the specific needs in each area when applicable.

HOPWA funding will be used to support activities throughout Passaic and Bergen Counties based on the needs of this special population.

Discussion

The Geographic Distribution is discussed in the sections above.

Affordable Housing

AP-55 Affordable Housing – 91.220(g)

Introduction

One Year Goals for the Number of Households to be Supported	
Homeless	1,093
Non-Homeless	11
Special-Needs	425
Total	1,529

Table 9 - One Year Goals for Affordable Housing by Support Requirement

One Year Goals for the Number of Households Supported Through	
Rental Assistance	276
The Production of New Units	6
Rehab of Existing Units	0
Acquisition of Existing Units	5
Total	287

Table 10 - One Year Goals for Affordable Housing by Support Type

Discussion

AP-60 Public Housing – 91.220(h)

Introduction

The Housing Authority of the City of Paterson (HACP) is the designated Public Housing Authority in the City of Paterson. The City works in partnership with the HACP to identify housing needs and provide resources from the City's entitlement programs to assist with the development of new housing opportunities for extremely low and very low income residents, including residents in the HACP inventory of public housing units.

Actions planned during the next year to address the needs to public housing

The HACP has undertaken a planning effort in the 4th Ward of the City to address the housing and community development needs of this community. The planning firm, Wallace Roberts and Todd were retained as consultants with funding from the City of Paterson and HACP. The Department of Community Development committed previous year's CDBG admin funds to this planning effort.

The HACP continually strives to improve its portfolio of public housing and create new housing opportunities for low and very low income households in the City of Paterson. The HACP is completed the development of the rental units at Alexander Hamilton, which HACP redeveloped with the HOPE VI program. HACP is currently completing Alexander Hamilton Phase IV which consists of the development of twenty-five (25) homeownership units of which twenty-three (23) will be affordable to families up to 80% of the area median income and two (2) will be sold at market rate. This is an effort to provide decent affordable housing to a wide range of families and continue to create a truly mixed-income community. The City of Paterson has provided the HACP with \$1.8 million in previous year's HOME funds to partially fund the construction of the twenty-three affordable units at this development. The City is currently working in partnership with the HACP to ensure these funds are administered properly. The project is under construction and 16 houses have been completed. There have been 15 homes sold to income-eligible households. The remaining nine units are under construction.

The HACP also closed financing on a seventh phase of the Alexander Hamilton HOPE VI development. This phase will include 63 units of housing for the elderly of which 30 units will have project-based vouchers and 16 units will have ACC subsidies.

The HACP is in the planning stages for the fifth phase of development at Alexander Hamilton (24,000 square feet) and the third phase of development at Freedom Village (15 units). The HACP is still exploring the development of Rosa Parks re-entry housing project which will include 20 units.

The HACP has completed the predevelopment work on a new housing development, which will create 34 units of new affordable rental housing for veterans. The \$19 million in financing is in place, including project-based vouchers. Construction is expected to commence during the first quarter of 2019 with a completion date of first quarter 2020. The City of Paterson has committed \$1.4 million in previous year's

HOME funds to this project and over the next year will be working in partnership with the HACP to ensure these funds are administered properly.

HACP has completed construction of the first phase of a redevelopment of a 2.07-acre site located in the City's 4th Ward. The first phase consists of a new four story building that contains 70 units of affordable housing for seniors. The site, which was a former brewery and dye factory, had long been vacant and was a blighting influence on the community. The HACP has completed extensive environmental remediation on the site and has committed over \$2.3 million towards the development. Future phases on this site will include additional affordable rental housing units for seniors and either rental or homeownership housing units for families.

During 2018, the HACP plans to begin implementing the demolition, disposition and revitalization of the Riverside Terrace Development, a \$125 million, 253-unit housing development that will also include commercial space across from HOME Depot. The HACP anticipates the development will take place in two phases and be completed in two to three years.

Actions to encourage public housing residents to become more involved in management and participate in homeownership

The Housing Authority of the City of Paterson continues to make efforts in using affordable housing as a platform to encourage residents to be involved in both management and self-sufficiency opportunities. Initiatives are currently in place that will extend throughout next year to afford public housing residents opportunities for meaningful management participation. These initiatives include the following:

1. The HACP encourages the continued development of Resident Councils. Each public housing development has an active council. The property manager and administrative liaison attend and participate in each monthly resident council meeting.
2. The RAB (Resident Advisory Board) is made up of resident council members of the executive branch who meet several times annually to review policy changes, CFP performance reports and provide meaningful comment.
3. The Executive Committee members of each resident council meet with the Executive Director and staff liaison semimonthly to discuss management issues.
4. The HACP provides 24CFR 964.150 (when available) Funding for Tenant Participation and offers assistance with administrative oversight.
5. The HACP is a HUD Certified Housing Counseling Agency offering both pre purchase and foreclosure counseling. HACP also offers Fair Housing counseling to residents in the City. The City is providing CDBG resources to support HACP's housing counseling program, including the administering of the Fair Housing counseling services. Housing counseling classes are offered monthly and residents are encouraged to participate for a \$25.00 fee. In addition, Section 8 residents are encouraged to utilize their voucher to purchase a home. The HACP works closely

with financial institutions and families to secure mortgages. The participants receive pre and post homeownership counseling sessions, as well as money management, credit history reports, etc. The HACP has a Certified Professional Housing Counselor on staff to provide homeownership counseling for first-time homebuyers.

If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance

The Housing Authority of the City of Paterson is not designated as “troubled”.

Discussion

The City of Paterson will continue to work with the HACP to create new affordable housing opportunities in mixed-income communities that benefit public housing residents in the City. These developments are assisting the City to revitalize once troubled neighborhoods into more stable communities.

AP-65 Homeless and Other Special Needs Activities – 91.220(i)

Introduction

The City of Paterson primarily uses their HESG and HOPWA funds to address the needs of homeless and other special needs populations. In addition, HOME funds have been used to address the housing needs of seniors and the City has committed to using HOME funds to develop affordable housing for veterans.

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

The City uses HESG funds to provide resources to several organizations that perform outreach and assessment to homeless persons. These organizations include Catholic Charities, New Jersey Association on Corrections, Paterson Task Force, St Paul's CDC, St Peter's CDC, Heart of Hannah and NJCDC.

Addressing the emergency shelter and transitional housing needs of homeless persons

The City uses HESG funds to provide resources to several organizations that address the emergency shelter and transitional housing needs of homeless persons. These organizations include New Jersey Association on Corrections, Paterson Task Force, St Paul's, St Peter's, and Heart of Hannah.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

Through its funding of public service and public facility activities, the City will support the efforts of organizations that provide supportive services to homeless individuals and families to assist them in transitioning into permanent housing. The City will also support efforts that prevent homelessness, including rapid rehousing efforts.

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services,

employment, education, or youth needs.

Through its funding of public service and public facility activities, the City will support the efforts of organizations that prevent homelessness, including provide funding for rapid rehousing efforts.

The City will aid the efforts of area organizations that provide supportive services and housing options to persons with mental illness. Over the next year, the City will:

- Continue to offer support and assistance to local agencies that provide supportive services and outreach programs to individuals with mental illness, including NJCDC with funding for their Birch Arms Mental Health Services.
- Increase the supply of transitional and permanent supportive housing facilities for persons with mental illness and mental disabilities. These facilities also provide case management services to residents.

The City will aid the efforts of area organizations that provide supportive services and housing options to persons with substance abuse problems. Over the next year, the City will:

- Continue to offer support to local agencies that provide outreach programs to individuals with drug and alcohol problems.
- Increase the supply of transitional and permanent supportive housing for individuals with drug and alcohol addiction.

Through various federal funding sources, the City will support area organizations that provide supportive services and affordable housing options for persons living with HIV/AIDS. This includes recipients of federal HOPWA funds. Over the next year, the City will:

- Continue to support efforts that provide affordable housing to persons living with HIV/AIDS.
- Continue to support organizations that provide supportive services to persons living with HIV/AIDS.

Discussion

It is increasingly difficult for the City of Paterson to fund non-homeless special needs projects, due to the limited amount of funding the City receives annually to support housing and community development initiatives and the increasing amount of basic community needs resulting from current economic conditions. However, other resources are available on the federal, state, and local levels that area organizations can solicit to help provide affordable housing opportunities and supportive services to Paterson's homeless and non-homeless special needs populations.

The City will continue to support the efforts of local and regional organizations that provide housing and supportive services to homeless and non-homeless special needs individuals and families.

AP-70 HOPWA Goals– 91.220 (I)(3)

One year goals for the number of households to be provided housing through the use of HOPWA for:	
Short-term rent, mortgage, and utility assistance to prevent homelessness of the individual or family	334
Tenant-based rental assistance	85
Units provided in permanent housing facilities developed, leased, or operated with HOPWA funds	6
Units provided in transitional short-term housing facilities developed, leased, or operated with HOPWA funds	0
Total	425

AP-75 Barriers to affordable housing – 91.220(j)

Introduction:

The Department of Community Development continues to implement several strategies to eliminate barriers to affordable housing. These strategies include the expansion of affordable housing opportunities with funding made available through the HOME Program, the First-Time Homebuyer Program, a renewed commitment to expanding housing through the CHDO program, construction of affordable rental housing and/or the conversion of those new construction HOME funded units that have remained unsold due to the economy.

The primary barrier is the continued cuts in funding, and the limited amount of other sources to provide long-term housing. The rents that landlords charge continues to rise 2% each year, while the numbers of new affordable units have not increased in the area. With the continual rise of housing cost, there has been little affordable units that have been added to the market place. There is little new construction of affordable housing in the Passaic County area. The waiting lists continues to climb for permanent affordable housing programs such as the HOPWA assistance programs, Section 8 waiting list, and HIV/AIDS residence facilities throughout Bergen/Passaic Counties continues also be a barrier. The high cost of living in this area continues to rise and with the rising cost of food nutritional assistance by the agencies to the consumers are becoming nearly inadequate. The amount of nutritional assistance needs to be increased for each consumer, particularly to households that have dependent children. It would be of great value if a list of possible resources such as federal and state grants, private and public foundations that assist in housing could be more assessable to the program.

It continues to be difficult meeting the housing needs of persons living with HIV/AIDS with the continuing rise in rents, and the lack of residence facilities, as well as the increase of eligible participants to the waiting list. Approximately 50% of PLWHA in Passaic County pay more than 30% of their income for rent or mortgage. Clients who have felony convictions, drug possession charges, child support arrears, are not eligible for any general assistance (Welfare) benefits through local Board of Social Services agencies, as a result it puts an additional burden on agency funding. Similarly, immigrants who recently received their citizenship, within the last five years are not eligible for General Assistance/ Welfare benefits. They must be a citizen for at least 5 years or more to be considered eligible for General/Welfare assistance, especially Passaic County, particularly the cities of Paterson and Passaic where they have a large population of immigrants. There has been an increase of undocumented persons in the Passaic County area. Although we do not serve the undocumented with HOPWA funding, many of this population have taken apartments that could be used by HIV/AIDS consumers. Those who are undocumented are not eligible for HOPWA services, but may receive Ryan White services.

The lack of available jobs makes it difficult for clients to secure sustainable employment sufficient to support their households. There are declines in the ability to obtain and or maintain medical insurance and healthcare. Maintaining income and employment are partially due to an unskilled workforce and language barriers in conjunction with rising cost of living for essentials such as rent, security deposits,

utilities, food, and transportation.

An increasing challenge that the City faces in delivering affordable housing is the ever increasing myriad of rules, regulations, requirements, reporting and planning imposed by HUD to implement the four HUD-funded programs. Due to funding cuts from HUD, the City is working with a skeletal staff and yet HUD expects more and more from the City leaving little time to devote to working with new grantees and cultivating additional resources to supplement our community development efforts. It would be of great value if a list of possible resources such as federal and state grants, private and public foundations that assist in housing could be more assessable to the program.

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

To encourage more “developer” participation, the Department of Community Development will continue to seek ways to improve the capacity of housing development, and to streamline various aspects of the funding proposal, contracting and the procurement process.

Notwithstanding the above, the current reality is the cost of housing; economic structure and the tax structure within the City of Paterson all have major impact on the development, improvement, and maintenance of affordable housing. Yet, the focus is directed on both getting our current available affordable housing stock leased up and/or sold; directing our first-time homebuyers to our current program, as well as providing rehabilitative dollars to current homeowners to perform essential improvements to stabilize low to mod income area neighborhoods, generate pride and a renewed interest for new homebuyers.

As stated in the City’s Analysis of Impediments to Fair Housing Choice, the overall cost of housing impacts housing choice and affordability. The Department of Community Development will continue to review its experience in the funding of affordable housing projects and, where possible, seek Municipal Council action to remove non-financial obstacles.

Consistent with the objectives and priority needs identified in the City’s Consolidated Plan; the City will continue to:

- Review alternatives to maximize use of HUD funds, such as seeking other public funding sources, private investment and increasing the efficiency of program operations.
- Foster greater sharing and coordination of information among agencies and citizens.
- Where/when possible, offering help to residents in need of obtaining and retaining affordable

housing.

The City of Paterson's 2015 Master Plan, which has been completed and adopted by the City's Planning Board on March 24, 2014, will be a guide for the use of land throughout the City in order to protect the public health and safety and to promote the general welfare.

Discussion:

The City is working with Passaic County to draft a County-wide Analysis of Impediments to Fair Housing Choice.

AP-85 Other Actions – 91.220(k)

Introduction:

Actions planned to address obstacles to meeting underserved needs

The City's Affirmative Marketing Plan applies to all low and moderate income housing units created in the City of Paterson and housing projects containing 5 or more units. The Affirmative Marketing Plan is a regional marketing strategy designed to attract buyers and/or renters of all majority and minority groups within Paterson's housing region, regardless of color, race, gender, religion, handicap, sexual orientation, gender expression, age or number of children (unless units are age-restricted) sex, age or number of children (unless units are age-restricted), familial status or national origin to affordable housing units created within the City. The plan prohibits discrimination in the sale, rental, financing or other services related to housing on the basis of color, race, sex., religion, handicap, age (except for designated age-restricted units), familial status or national origin.

The City's established procedures require:

- Advertising at least 120 days prior to rent up in local newspapers including those in other languages and utilizing the grantees affirmative marketing policy
- Each owner must provide an opportunity for applicants to receive counseling on such topics as budget, credit, lease and foreclosure
- Providing copies of all marketing material to a listing of local agencies and offices where interested applicants may have access to the material

Outreach for all newspaper articles, advertisements, announcements and requests for applications pertaining to low moderate income housing units shall appear in the following daily regional newspapers.

- Herald News/Bergen Record
- Arab Voice
- El Especialito

The primary marketing shall take the form of a least one press release sent to the above publications and a paid display advertisement in each of the above newspapers. Additional advertising and publicity shall

be on an "as needed" basis.

The advertisement shall include a description of the following:

1. Street address (es) of the units;
2. Directions to the housing units;
3. Number of units currently available;
4. The bedroom size (s) of the units;
5. The minimum/maximum household sizes;
6. The minimum/maximum income permitted to qualify for the housing units
7. Contact information regarding potential issues and questions;
8. The sales price of the units;
9. Where and how applications may be obtained, including business hours at each location

Actions planned to foster and maintain affordable housing

All HOME-assisted projects must remain affordable to and occupied by low and/or moderate-income households. The table below provides the minimum period of affordability over which HOME-assisted units must remain affordable.

HOME Investment Per Unit	Minimum Affordability Period
Under \$15,000.00	5 years
\$15,000.00 to \$40,000.00	10 years
Over \$40,000.00	15 years
New Construction or Acquisition of New Rental Housing Units	20 years

The City of Paterson continues to monitor its past and current sub-recipients to ensure their compliance with the long-term affordability requirements of the HOME program. A program monitor has been specifically assigned to review compliance via on-site inspections as set forth in the HOME regulations. These on-site inspections are conducted at minimum once per program year.

The City may use either the Resale or Recapture provisions to ensure compliance with HOME regulations, depending on the particular program or neighborhood goal that the City has identified. The City will allow

low-income homebuyers that have used HOME assistance for down-payment or closing costs to utilize the recapture provisions, while homebuyers that benefit from a large amount of HOME subsidy for the construction or rehabilitation of a HOME-assisted for-sale unit, will be required to adhere to the resale provisions in the HUD regulations. These provisions will be imposed on any developer's, sub-recipients or CHDOs participating in home-buyer programs.

The City of Paterson will utilize the uncapped and capped income limits for the CDBG and HOME programs as outlined in the table below.

<u>Uncapped Income Limits vs Capped Income Limits</u>	
Uncapped Income Limits	Capped Income Limits
First-Time homebuyer (HOME)	Rental Projects (HOME)
Homeowner Rehab (CDBG)	Low-Moderate Programs (CDBG)

Actions planned to reduce lead-based paint hazards

It is commonly known that a large portion of the City of Paterson's homeowner and rental housing stock was built pre-1978, when the use of lead based paint was standard. As a result, we have had to historically implement and/or participate in various programs that aid in eradicating this situation.

The adoption of the City of Paterson's Lead Ordinance was implemented to provide notice and to give owners and occupants insight as to whether lead hazards are present or not in a rental property, prior to occupying the dwelling unit or property. After the inspection is completed, a certificate with the raised City seal is given to the owner within two weeks and a copy of the certificate is mailed to the tenant. The certificate is part of the process necessary to obtain a re-rental certificate.

The Paterson Division of Health provides nursing case management, lead inspections and free blood lead screenings to children. Public health nurses are assigned to families of children who have elevated blood lead levels. Scheduled home visits are made by public health nurses who perform physical, social and developmental assessments; provide health education, and make referrals to other community agencies. Lead inspections of the residence are performed by a certified lead inspector/risk assessor to determine if the source of the lead is the paint; which is usually the case.

In addition to lead paint being the main source of poisoning in children, it has been determined through nursing case management assessments that sources such as pottery, spices and jewelry from different countries contribute to a small percentage of the cases. Free blood lead screenings are offered to children

from 6 months of age at the Paterson Division of Health each Wednesday.

The Department of Community Development in conjunction with the City of Paterson's Department of Health & Human Services, expect to continue using the following strategies to evaluate and reduce lead-based paint hazards:

- Require trained lead inspector/risk assessors licensed by the State of New Jersey Department of Health and Senior Services in the Paterson Division of Health to periodically inspect abatement projects.
- Ensure that a Lead Inspector/Risk Assessor is dispatched to a child's home within 48 hours of the City receiving notification of the child's poisoning.
- Apply for lead grants from other state and federal agencies as well as private foundations.
- Educate First Time Homebuyers on both the dangers of lead poisoning and measures to prevent lead poisoning.

Contractors performing renovation, repair, and painting projects that disturb lead-based paint in homes, child care facilities, and schools built before 1978 must be certified and follow specific work practices to prevent lead contamination. The new Environmental Protection Agency rules include pre-renovation advisement requirements as well as training, certification, and work practice requirements.

Actions planned to reduce the number of poverty-level families

The City's strategy to reduce poverty remains the same, by empowering low income individuals and families via our neighborhood assistance referral programs; offering qualified applicants rehabilitative dollars thereby improving neighborhoods; encouraging revitalization within the targeted neighborhoods, reducing the housing cost burden of families of poverty and low income, as well as improving the housing stock.

Job creation will be a major focus. Working in conjunction with the Division of Economic Development, we will focus on assisting current businesses with regard to expansion; as well as encouraging new startup businesses via our business loans and tax base enhancements; with the specific goal of job creation. By accessing other funds, the City will work to provide employment opportunities within the community where people live. The City will implement Section 3 Employment and Contracting policies on all applicable contracts, ensuring outreach to low-income City residents when job opportunities are created by HUD-funded activities.

The City continues to work with a wide range of social service agencies that provide direct services to low income people. Many of these services are aimed at developing economic self-sufficiency and life skills. These agencies include emergency and transitional housing facilities that provide focused services empowering people to overcome issues that prevent them from rising out of poverty. Day care, health care, mental health and substance abuse treatment, literacy education (including ESL and financial

literacy), and job training are essential ingredients.

As stated in our 2014 Consolidated Annual Performance Evaluation Report, poverty is a function of income. Factors that affect income include education, job training, and employment. The City, by itself, has very little control over the factors that cause poverty. Such factors include unemployment, substance abuse issues, and lack of transportation options to get to and from work, to name a few.

Ultimately, federal and state policies on welfare, health care, and the minimum wage are crucial factors in the fight to address and reduce poverty. The City will continue to provide incentives for businesses to locate in low income areas, to support organizations that provide job training and placement services, to support homeless prevention activities, and to preserve and improve affordable housing options, as part of its strategy to prevent and alleviate poverty in Paterson.

Actions planned to develop institutional structure

The Department of Community Development has advised staff members working on HUD-funded programs to begin/continue participating in the One CPD Learn portal that offers diverse webinars which aid in the efficient management of all our government-approved funding sources.

The staff of the Department of Community Development will continue to participate in training sessions when applicable, that are offered at the HUD Newark Field Office and/or, in close proximity of Paterson, NJ. The City of Paterson is under a memorandum of understanding with the State of New Jersey, and therefore, overnight travel is limited and must be pre-approved by this entity.

The City of Paterson has been awarded a Service Agreement with Rutgers, The State University of New Jersey. The purpose of this agreement is to provide local planning technical assistance services for the Together North Jersey Local Government Capacity Grant Program, which has been executed by the North Jersey Transportation Planning Authority, Inc. (NJTPA) and New Jersey Institute of Technology (NJIT). The purpose of same is to conduct a study on Crime Prevention through Environmental Design (CPTED) by surveying selected areas of the city to assess how community safety and the perception thereof, can be improved through designing a physical environment that positively influences human behavior. Summarily, CPTED is a community toolkit designed for identifying, preventing and solving local crime problems, as well as promoting business and economic development.

The City of Paterson has also adopted a program which, in essence, engages the community's participation in tracking/reporting vacant and abandoned properties throughout the City.

Actions planned to enhance coordination between public and private housing and social service agencies

As with past years, the review and recommendations of the requests for proposals received for Community Development Block Grant and HOME Investment Partnership Program funding were

conducted by review teams comprised of staff members and consultants. The recommendations made by the review teams were scored and ranked and then forwarded to the Mayor for his consideration. All final recommendations are set forth in a resolution and approved by the Municipal Council to submit the 2018-19 Annual Action Plan to the United States Department of Housing and Urban Development.

The City of Paterson also continues its participation with the Continuum of Care (CoC), which is administered by the Passaic County Department of Human Services. A representative from the Department of Community Development attends the CoC meetings, which are held monthly, usually the 4th Thursday of each month.

Finally, the City coordinates our housing development strategies with the Housing Authority of the City of Paterson to assist with funding opportunities and to strengthen future developments of the HACP with housing programs of other organizations receiving City assistance.

Discussion:

Program Specific Requirements

AP-90 Program Specific Requirements – 91.220(I)(1,2,4)

Introduction:

Community Development Block Grant Program (CDBG)

Reference 24 CFR 91.220(I)(1)

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

- | | |
|--|----------|
| 1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed | 0 |
| 2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan. | 0 |
| 3. The amount of surplus funds from urban renewal settlements | 0 |
| 4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan | 0 |
| 5. The amount of income from float-funded activities | 0 |
| Total Program Income: | 0 |

Other CDBG Requirements

- | | |
|---|---------|
| 1. The amount of urgent need activities | 0 |
| 2. The estimated percentage of CDBG funds that will be used for activities that benefit persons of low and moderate income. Overall Benefit - A consecutive period of one, two or three years may be used to determine that a minimum overall benefit of 70% of CDBG funds is used to benefit persons of low and moderate income. Specify the years covered that include this Annual Action Plan. | 100.00% |

HOME Investment Partnership Program (HOME)

Reference 24 CFR 91.220(I)(2)

1. A description of other forms of investment being used beyond those identified in Section 92.205 is as follows:

The City of Paterson does not intend to use its HOME funds for any form of assistance that is not set forth in 24 CFR 92.205b.
2. A description of the guidelines that will be used for resale or recapture of HOME funds when used for

homebuyer activities as required in 92.254, is as follows:

The City uses either the Resale or Recapture provisions to ensure compliance with HOME regulations, depending on the particular program. The City will allow low-income homebuyers that have used HOME assistance for down-payment or closing costs to utilize the recapture provisions, while homebuyers that benefit from a large amount of HOME subsidy for the construction or rehabilitation of a HOME-assisted for-sale unit, will be required to adhere to the resale provisions in the HUD regulations. These provisions will be imposed on any developer's, sub-recipients or CHDOs participating in home-buyer programs.

HOME Resale Provisions – When the City uses HOME funds to assist the cost of construction or rehabilitation of housing sold to a low-income household, the City uses Resale restrictions to ensure that HOME funds are used to preserve affordability of the HOME-assisted unit. The affordability period will be based on the total amount of HOME funds used to assist the property. The homebuyer must sell to another Low-Income homebuyer (as defined by HUD), with the home being affordable to the new buyer. The new homebuyer may not pay more than 35 percent of gross income for Principal, Interest, Taxes and Insurance (PITI). The City may permit the new homebuyer to assume the City loan and affordability restrictions, i.e., the City will not require the full repayment of the initial HOME subsidy. The HOME subsidy would be transferred to the new buyer in the form of a deferred repayment down-payment assistance loan.

As required under the HUD regulations, if the homebuyer decides to sell the house during the affordability period to a non-income eligible household, the seller (i.e., the original homebuyer) must repay all of the HOME funds invested in the house. If the seller decides to sell the house to an income-eligible household during the affordability period, the seller will be allowed a fair return (as defined below) plus any cash down payment made by the seller at the time the home was originally purchased plus the cost of any capital improvements made to the home by the seller. A fair return is defined as the lesser of a 4 percent annual appreciation on the original purchase price **OR** the original purchase price of the home as adjusted by the accumulated percentage of change in the COAH Regional resale increase during the period of ownership as per N.J.A.C. 5:94-7.2 (b) 2.

During the period of affordability, the last recorded purchase price will generally be the minimum restricted price at the time of resale. Neither the minimum nor the maximum restricted resale price is guaranteed to the owner. If the restricted price exceeds the actual market value, the owner may have to accept the lower price.

HOME Recapture Provisions – For homebuyers that are provided HOME funds for down-payment and closing cost assistance, the City will exercise the recapture option as outlined and in accordance with CFR Section 92.254 (5) (ii) (A). The City will recapture the entire amount of the HOME investment (i.e., direct subsidy) from the borrower provided there are net proceeds sufficient to repay the City loan. Under the recapture provisions, HOME affordability restrictions will be removed from the property and the property may be sold without sales restrictions (i.e. at market rate and/or to a non-low-

income purchaser). Net proceeds are equal to the sales price, minus superior loan repayments, and closing costs. If net proceeds are insufficient to pay off the City's principal and any interest that may have accrued, the balance of unpaid principal and interest shall be forgiven. The City loan will also become immediately due and payable if the property ceases to be used by the borrower as their primary residence, in accordance with 24 CFR Section 92.254.

3. A description of the guidelines for resale or recapture that ensures the affordability of units acquired with HOME funds? See 24 CFR 92.254(a)(4) are as follows:

The City of Paterson typically does not use its HOME funds to acquire affordable housing units. In the event that the City uses its HOME funds to acquire affordable housing unit, the affordability restrictions will be in place for the duration of time that the City retains ownership of the affordable housing units but not longer than the period of time stipulated by HUD in CFR Section 92.252(e). If the affordable housing units are sold or transferred to a developer/owner during the affordability period, the City will impose long-term affordability restrictions on the housing units in accordance with CFR Section 92.252(e). In the event the developer/owner of the affordable housing units sells or transfers ownership to another entity during the affordability period, the City will exercise the recapture option as outlined and in accordance with CFR Section 92.254 (5) (ii) (A). The City will recapture the entire amount of the HOME investment from the developer/owner.

4. Plans for using HOME funds to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds along with a description of the refinancing guidelines required that will be used under 24 CFR 92.206(b), are as follows:

The City of Paterson will not be using its HOME funds to re-finance existing housing debt for multifamily housing that is being rehabilitated with HOME funds.

Emergency Solutions Grant (ESG)

Reference 91.220(l)(4)

1. Include written standards for providing ESG assistance (may include as attachment)

In August 2016, the CoC adopted their policies and procedure manual that outlines eligible programs for funding. These include nonprofit organizations, state governments, local governments and instrumentalities of State and local governments. The policies manual also describes the eligible applicants, defines the four categories of homeless (literally homeless, imminent risk of homelessness, homeless under other federal statutes and fleeing/attempting to flee domestic violence) and documents which categories are eligible for the different funding. The CoC Policies and Procedures manual also outlines that the CoC will place a prioritization for funding on households under Category 1 (literally homeless), those experiencing the longest length of homelessness and those that have the highest needs. There is also a description of the required documentation that applicants must collect to determine homelessness as well as the length of time that assistance will be administered. These

policies and procedures are on file at the Department of Community Development.

2. If the Continuum of Care has established centralized or coordinated assessment system that meets HUD requirements, describe that centralized or coordinated assessment system.

The City of Paterson works with a variety of housing, social and health service organizations to meet the needs of homeless persons. The lead group exploring ongoing issues of homelessness is the Passaic County Continuum of Care (CoC), recognized by the U.S. Department of Housing and Urban Development as the local planning and decision-making body on programs funded with HUD's homeless assistance programs.

The CoC has a centralized coordinated system through NJ-211 that provides residents with assistance on a variety of issues such as healthcare, financial planning, family matters, emergency preparedness, avoiding foreclosure and unemployment. The CoC provided grant funding to NJ-211 to do point of entry referrals into shelters and services.

The CoC plans and manages the homeless system's coordination through an ongoing collaboration of public and non-profit agencies, grantors, advocacy groups and formerly homeless individuals. Monthly CoC meetings and regular meetings of several issue-specific committees deal with topics such as the level of system integration, progress on action steps in the plan to prevent and end homelessness, joint funding proposals and researching best practices through visits to other communities. The meetings provide an important venue for consumers, providers and grantors to identify system-wide gaps and community-based solutions. In addition to the monthly meetings, all stakeholders routinely work together to identify needs, set priorities and strategy, eliminate duplication, evaluate, coordinate and improve services and the delivery system.

The City is an active member of the CoC and attends the monthly CoC meetings to coordinate the City's efforts in the HESG program with the programs of the CoC.

3. Identify the process for making sub-awards and describe how the ESG allocation available to private nonprofit organizations (including community and faith-based organizations).

The City attends the monthly meetings of the CoC to coordinate the services funded by the City with those provided by other organizations in the County. The City held conversations with the Chair of the CoC and the CoC's consultants to discuss funding priorities in the County and obtain feedback on the ways in which the City should allocate its allocation of HESG funds. It was determined that the CoC is focusing their resources on permanent housing with supportive services to address the issues of homelessness in the County. They view this as the optimal strategy for assisting homeless and at-risk individuals and families. While the CoC is focusing their efforts on permanent housing for homeless and at-risk homeless individuals and families, the City is using their HESG funding to address the other areas in the spectrum of continuum of care for homeless individuals and family. These include homeless prevention, assisting the operations and essential services provided by emergency

shelters, assisting the operations and essential services provided by targeted transitional housing and funding rapid rehousing initiatives. This coordinated approach between the CoC and the City is helping to ensure that all services are available to the population of homeless individuals and families.

In order to allocate HESG funds to Subrecipients, the City issues an RFP notifying the public of the availability of funding. We advertise that the RFP is available in the various City newspapers. The City also holds public meetings notifying the service provider agencies that funds are available. Applications that are received by the deadline are submitted to the HESG review committee to review and rank according to merit and eligibility. A member of the CoC serves on the review committee. Each proposal must meet certain criteria including they have to be in operation as a service provider for at least 5 years, be in good standing with the State of New Jersey and serve populations within the City of Paterson. Once the applications are reviewed and rank funding determinations are made based on those applications that received the highest scoring.

4. If the jurisdiction is unable to meet the homeless participation requirement in 24 CFR 576.405(a), the jurisdiction must specify its plan for reaching out to and consulting with homeless or formerly homeless individuals in considering policies and funding decisions regarding facilities and services funded under ESG.

The City of Paterson will meet the homeless participation requirements as set forth in 24 CFR 576.405(a)

5. Describe performance standards for evaluating ESG.

The current performance standards are as follows:

- At least 77 percent of persons exiting permanent housing programs have been stable in housing for six months or longer.
- At least 65 percent of households exiting transitional housing exit to a permanent housing placement.
- At least 20 percent of all households exiting any program supported with HESG funds through the City will have employment income.

By adhering to these performance standards, the City anticipates that they will be more effective at designing their programs so that homelessness is effectively shortened and reduced. The City will use the performance standards in determining success rates their individual grantees have at addressing the issue of homelessness. Those grantees that are able to document success through meeting or exceeding the performance measures will be given priority consideration for future funding from the City. Those grantees that fall short of meeting the performance standards will be recommended for technical assistance to identify obstacles in meeting the performance standards and help improve their program outcomes.

For the HOPWA Program, identify the method for selecting project sponsors (including providing full access to grassroots faith-based and other community organizations).

In order to allocate HOPWA funding to the various service providers in Passaic and Bergen Counties, the City has a HOPWA Committee which is made up of participants from Paterson, Clifton, Passaic and Wayne in Passaic County and the Bergen County Community Development office. The HOPWA Committee: Assist the City on decisions effecting the consumers of both counties, helps the City with determining the percentage of funds awarded to each county, the choice of housing programs to administer the long term housing program, and the service categories funded to keep consumers housed. The division of HOPWA funding is based on the prevalence of cases of the persons living with HIV/AIDS as reported to the NJ Department of Health. Bergen County represents 42% of the persons living with HIV/AIDS and Passaic County represents 58%. Funding allocation is determined by Ryan White Grants Division who uses prevalence of HIV data and historical ranking and prioritization of services by the HOPWA Committee. An RFP is issued to solicit applications for funding. The City advertises the availability of funding through various newspapers, the HOPWA Committee, public meetings and outreach to the various social service providers throughout Passaic and Bergen Counties. All proposals received by the deadline are reviewed by the HOPWA Committee to determine eligibility and ensure the service provider meets the criteria for funding established by the HOPWA Committee. The applications are ranked and then an allocation of funding is made to the applications with the highest ranking.