

**RESOLUTION NO. \_\_\_\_\_ (2026 SERIES)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN LUIS OBISPO, CALIFORNIA, APPROVING THE 2026-27 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM FUNDING RECOMMENDATIONS**

**WHEREAS**, the City of San Luis Obispo is a participating jurisdiction in the San Luis Obispo Urban County, along with the cities of Arroyo Grande, Atascadero, Morro Bay, Paso Robles, Pismo Beach, and the County of San Luis Obispo; and

**WHEREAS**, said cities and County cooperatively administer several federal grant programs under the provisions of the 2024-26 Cooperative Agreement between the City and County dated September 5, 2023, and under applicable U.S. Department of Housing and Urban Development Department (HUD) rules; and

**WHEREAS**, pursuant to said agreement, the Urban County Public Participation Plan, and HUD rules, the Human Relations Commission held a public hearing on November 5, 2025, to review applications for Community Development Block Grant (CDBG) funding, consider public comments on community needs and the use of such funds, and recommend funding awards to Council; and

**WHEREAS**, the Council has considered applications for CDBG funds, public testimony, the Urban County's proposed One-Year Action Plan, and the HRC and staff recommendations included in the agenda report.

**NOW, THEREFORE, BE IT RESOLVED** by the Council of the City of San Luis Obispo as follows:

**SECTION 1. Environmental Determination.** The project to award CDBG funds is exempt from environmental review as it does not apply to the recommended actions in this report, because the action does not constitute a "Project" under CEQA Guidelines Sec. 15378.

**SECTION 2. 2026-27 Community Development Block Grant Program Amendments.** The City's 2026-27 Community Development Block Grant (CDBG) Program allocations are hereby approved per staff's funding recommendations shown in Exhibit A. The Council authorizes the County to allocate a portion of the City's 2026-27 CDBG Housing and Public Facilities allocation, in the amount of \$173,943.00, to the 5 Cities Homeless Coalition Recuperative Care Facility project, in exchange for the County awarding the Monterey Family Apartments project prior-year CDBG funds. The Community Development Director is authorized to adjust final award amounts based on actual HUD allocations.

**SECTION 3. Board of Supervisors Consideration.** The Council hereby forwards the above actions to the San Luis Obispo County Board of Supervisors for consideration prior to the Board's final action on the Urban County's 2026 Consolidated Plan.

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**SECTION 4. Community Development Director Authority.** The Community Development Director is authorized to act on behalf of the City in executing grant agreements and other actions necessary to implement the approved Consolidated Plan and CDBG Program, including revisions to funding amounts for the 2026-27 CDBG Program if the City’s actual CDBG allocation is different than expected.

Upon motion of Council Member \_\_\_\_\_, seconded by Council Member \_\_\_\_\_, and on the following roll call vote:

AYES:  
NOES:  
ABSENT:

The foregoing resolution was adopted this \_\_\_\_\_ day of \_\_\_\_\_ 2026.

\_\_\_\_\_  
Mayor Erica A. Stewart

ATTEST:

\_\_\_\_\_  
Teresa Purrington  
City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
J. Christine Dietrick  
City Attorney

**IN WITNESS WHEREOF**, I have hereunto set my hand and affixed the official seal of the City of San Luis Obispo, California, on \_\_\_\_\_.

\_\_\_\_\_  
Teresa Purrington  
City Clerk

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**Exhibit A  
Staff-Recommended Funding Allocation**

No.	Applicant	Activity	City 2026-27 CDBG	
			Funding Recommended	Funding Requested
<b>Public Services</b>				
1	Community Action Partnership of San Luis Obispo (CAPSLO)	CAPSLO Prado Homeless Services Center (Prado HSC) 2026-27	\$67,172.00	\$79,025.00
2	Peoples' Self-Help Housing	Supportive Housing Services	\$11,853.00	\$25,000.00
<b>SUBTOTAL</b>			<b>\$79,025.00</b>	<b>\$104,025.00</b>
<b>Housing and Public Facilities</b>				
3	San Luis Obispo Nonprofit Housing Corporation (SLONP)	Monterey Family Apartments	<b>\$0.00*</b>	\$722,388.00
4	Access Support Network	Adriance Court Roofing	\$70,000.00	\$70,000.00
5	CAPSLO Energy Services	Minor Home Repair	\$98,500.00	\$98,500.00
<b>SUBTOTAL</b>			<b>\$168,500.00</b>	<b>\$890,888.00</b>
<b>Administration and Capacity Building</b>				
6	City of San Luis Obispo	CDBG Administration	\$18,439.50	\$18,439.50
7	City of San Luis Obispo	Capacity Building	\$18,439.50	\$18,439.50
<b>SUBTOTAL</b>			<b>\$36,879.00</b>	<b>\$36,879.00</b>
<b>TOTAL</b>			<b>\$284,404.00</b>	<b>\$1,031,792.00</b>

\*Revised to exchange 2026-27 CDBG funds for funding from prior program years. The 2026-27 exchanged funds in the amount of \$173,943 intended for Monterey Family Apartments will be allocated by the County towards the 5 Cities Homeless Coalition Recuperative Care Facility project. The Monterey Family Apartments project will receive prior-year CDBG funds from the County allowing SLONP to close financing in March to meet the tax-credit financing deadline.