City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS

1000 Rochester Hills Dr.
Rochester Hills, MI 48309
248.656.4630
www.rochesterhills.org

Legislative File No: 2026-0422

TO: Mayor and City Council Members

FROM: Denise McDoniel, Fiscal Division, 248.841.2535

DATE: November 9, 2026

SUBJECT: PY 2027 CDBG Application

REQUEST:
That City Council is requested to conduct a public hearing and adopt program allocations for the Program Year (PY) 2027 Community Development Block Grant (CDBG) application.

REASON FOR PURCHASE:
As part of the application process for CDBG funds, communities must hold a public hearing and the governing body must pass a resolution approving the planned use of funds. Oakland County's Community & Home Improvement Division does not yet have information on the exact amount of PY 2027 funding. The City of Rochester Hills is applying to the County with an initial planning allocation of $200,000, based on community need, past allocations, and program year spending. The City must allocate funds to eligible programs and projects in accordance with federal and county rules and regulations. The national objectives of the CDBG program are to assist low and moderate-income persons, to prevent or eliminate slums and blight, and to meet an urgent community need where no other funding is available.

The City of Rochester Hills has scheduled a public hearing on November 9, 2026, regarding the PY 2027 CDBG application and proposed funding allocations. The Community & Home Improvement Division has advised Administration that any City Council member who serves on a board of an organization receiving funds should excuse themselves from voting on the resolution. The Community & Home Improvement Division also recommends that organizations requesting funding and wishing to address City Council, should address Council during the public hearing.

In order to comply with federal regulations, the Community & Home Improvement Division is limiting the Public Services Cap at 15% of the total allocation. As a result, the City is applying 85% of the allocation to: Minor Home Repair – Housing ($170,000) and the remaining 15% to Yard Services - Public Services ($15,000) and Services for Victims of Domestic Violence, Dating Violence, Sexual Assault or Stalking - Public Services ($15,000).

Please see the attachment for funding from PY 2022-2025, the proposed amounts for PY 2026 and PY 2027, and the residents serviced with each program. The City has not received funding for PY 2026 at this time so that is the allocation from the application.

Administration is asking City Council to approve the allocation of funding.

$170,000 **Minor Home Repair (731227) –** Provide accessibility modifications, ordinance compliance, and health and safety related repairs to low-income residents. Eligible repairs include, but

are not limited to, furnace or water heater replacements, roof repairs, plumbing, and electrical.

$ 30,000 **Public Services:**

$15,000 **Public Services / Yard Services (732170)** – Snow removal and other yard services for low-income senior or disabled adult households.

$15,000 **Public Services / Services for Victims of Domestic Violence, Dating Violence, Sexual Assault or Stalking (730137)** – Provide programs such as emergency shelter, legal, and counseling services for domestic violence victims or families.

$200,000 **Grand Total 2027 CDBG Planning Allocation Proposal**

PROCESS:

Vendor Name and Address:
Each vendor will be procured according to City of Rochester Hills and Oakland County Community and Home Improvement Division procedures.

Reason for Selection:
Best value to the benefiting clients

Method of Purchase:
Request for Proposal (RFP)
Federal Small Purchase Procedures

BUDGET:
All expenditures for CDBG projects are to be entirely reimbursed through CDBG revenue. The annual program year runs from July 1 to June 30.

Fund Name	Department Account No	Account No. Description	PY 2026 Budget Amount
General Fund	666 - CDBG	801000 - Professional Services	$ 15,000
General Fund	666 - CDBG	801592 - Prof. Services – MHR	$170,000
General Fund	666 - CDBG	807000 - Contractual Services	$ 15,000
		TOTAL	**$200,000**

RECOMMENDATION:
That City Council adopt the proposed allocations for the three projects of the Community Development Block Grant (CDBG) for the Program Year 2027 and City Council authorizes the Mayor to execute the PY 2027 Community Development Block Grant Application and related documents on the City's behalf.

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Finance Director		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		

Contract Reviewed by City Attorney ☐ Yes ☒ N/A