



U.S. Department of Housing and Urban Development  
San Francisco Regional Office - Region IX  
One Sansome Street, Suite 1200  
San Francisco, California 94104  
www.hud.gov  
espanol.hud.gov

Honorable W.J. Lane  
Mayor  
City of Scottsdale  
3939 N. Drinkwater Blvd.  
Scottsdale, AZ 85251

DEC 18 2015

Dear Mayor Lane:

SUBJECT: Annual Performance Assessment  
Community Development Block Grant  
Program Year 2014 (July 1, 2014 – June 30, 2015)

The U.S. Department of Housing and Urban Development (HUD) Office of Community Planning and Development (CPD) assesses the performance of its grant recipients on an annual basis. This letter conveys the results of this evaluation for the 2014 program year.

A principal report utilized by CPD to assess performance is the Consolidated Annual Performance and Evaluation Report (CAPER), submitted by grant recipients within 90 days of the completion of each Program Year. The CAPER provides important information on the use of Community Development Block Grant (CDBG) funds in meeting specific housing and community development goals and addressing the needs of the homeless, as identified in the grantee's Five-year Consolidated Plan and Annual Action Plan. Additionally, this performance assessment takes into consideration information collected from other financial and performance reports, correspondence, and monitoring.

This Program Year marks the completion of Scottsdale's 2010-2014 Consolidated Plan. An assessment of the city's five year goals and objectives demonstrates that the city has made progress in meeting its priority goals including public services, owner-occupied housing rehabilitation, homeless assistance, and public facilities. The City continues to combine its CDBG funds with other sources including HOME funds it receives from the Maricopa County HOME Consortium to foster and maintain affordable housing. Based on this analysis, we have determined that the city has the continuing capacity to administer the aforementioned programs.

In accordance with the Consolidated Plan regulations described at 24 CFR §91.525, if city has comments regarding this enclosed report please submit them to this office within 30 days of receipt of this letter. This office may revise the report after considering the city response. If we do not receive comments within the 30 day time period, this letter and attached report will be considered final and can be made available to the public.

This Office appreciates the partnership with city staff and look forward to continuing to support the city efforts to meet the goals of the Consolidated Plan. If there are any questions or there is a request for technical assistance, please do not hesitate to contact Noemi Ghirghi, Senior CPD Representative, at (602) 379-7173.

Sincerely,



Maria Cremer  
Director  
Community Planning and  
Development Division

Enclosure

cc:

Fritz Behring, City Manager

Michelle Albanese

Community Assistance and Paiute Center Manager

## Annual Performance Assessment

### City of Scottsdale Program Year 2014

#### Consolidated Annual Performance and Evaluation Report (CAPER)

Program Year End: June 30, 2015  
Report Due: September 30, 2015  
Report Received: September 30, 2015

Funding Covered by CAPER:  
CDBG: \$895,072

#### Summary of Program Compliance

##### Community Development Block Grant Program (CDBG)

- Public Services Obligation/Cap [24 CFR 570.201(e)(1) or (2)]
  - Standard: <15% of Allocation plus Program Income received in prior year
  - Actual %: 11%
  - Obligated as reported in CAPER: \$116,019
  
- Administration & Planning Obligation/Cap [24CFR 570.200(g)]
  - Standard: <20% of Allocation plus Program Income received in current year
  - Actual %: 19%
  - Obligated as reported in CAPER: \$191,203
  
- Benefit to Low to Moderate-Income Persons [24 CFR 570.200(a)(3)]
  - Standard: At least 70% of the aggregate amount of CDBG funds received by the recipient shall be used for activities that benefit low- and moderate-income persons as reported in the CAPER.
  - Actual %: 100%
  
- Timeliness of Expenditures [24 CFR §570.902]
  - Standard: The regulations require that 60 days before the end of the program year, the (city/county) have no more than the equivalent of 1 ½ years-worth of CDBG grant funds available in its U.S. Treasury account. A ratio at or below 1.50 is acceptable.
  - Actual ratio: 1.30
  - Balance: \$1,161,852
  - Test date: 5/2/2015

**Comments:** Scottsdale's next timeliness test is April 30, 2016. Scottsdale's current ratio is 1.84 with a balance of \$1,726,930.