



PUBLIC HEARING:
**TO APPROVE AND ADOPT THE 2026-2027 ANNUAL ACTION PLAN FOR THE COMMUNITY
DEVELOPMENT BLOCK GRANT, HOME INVESTMENT PARTNERSHIPS, AND EMERGENCY
SOLUTIONS GRANT PROGRAMS**

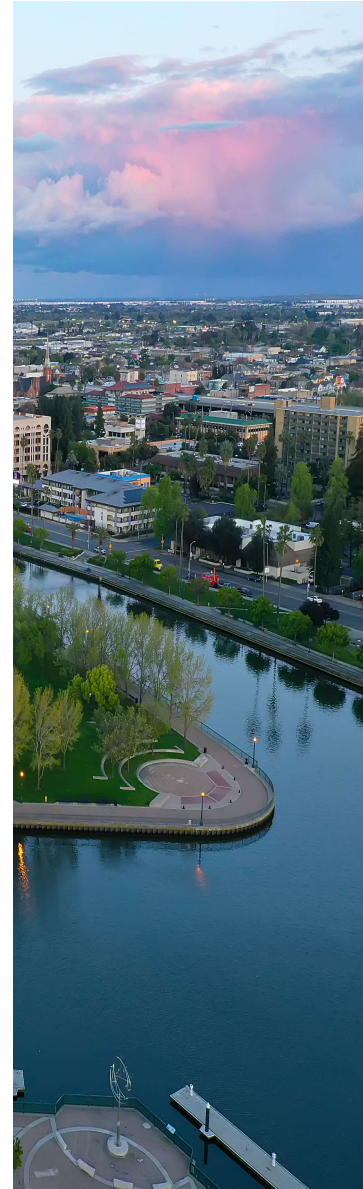
Economic Development Department

April 28, 2026

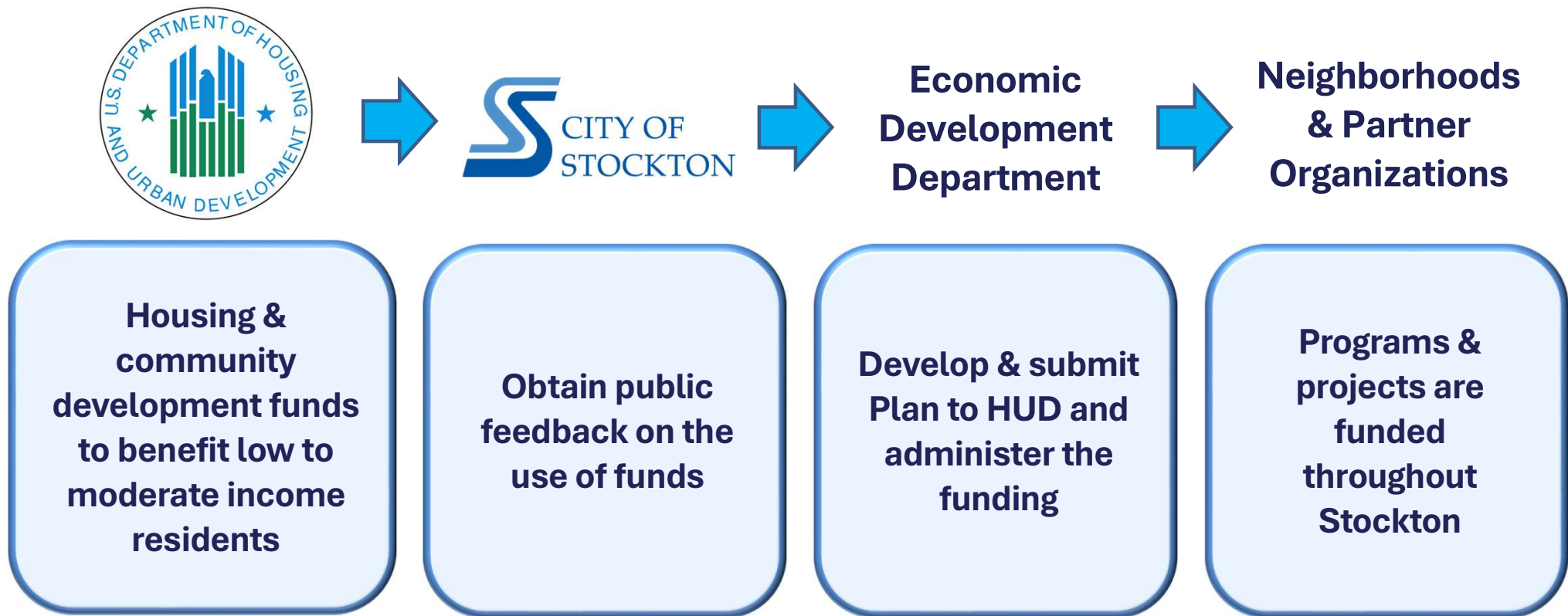
Agenda item # 15.1

What's an Annual Action Plan?

- The U.S. Department of Housing and Urban Development (HUD) requires communities to **assess community needs and market conditions** to guide the investment of grant funds.
- The Annual Action Plan outlines the use of Community Development Block Grant (**CDBG**), HOME Investment Partnerships (**HOME**), and Emergency Solutions Grant (**ESG**) programs.
- This Annual Action Plan will cover the period of **July 1, 2026 to June 30, 2027**.



Flow of HUD Funding



Community Development Block Grant (CDBG)

2026 Allocation

\$3,225,850

Supports community development activities to build stronger and more resilient communities



National Objectives

- Benefit to Low- and Moderate-income persons
- Elimination of slums and blight
- Urgent Need

Eligible Activities



- Housing Preservation
- Economic Development
- Public Facilities
- Other Real Property Improvements
- Public Services

Home Investment Partnerships (HOME)

2026 Allocation

\$1,342,709

Supports affordable housing



National Objectives

- Benefit to Low- and Moderate-income persons
- Produce affordable housing
- Local matching funds and community development

Eligible Activities



- Rental Assistance
- Housing Rehabilitation
- Homebuyer Assistance
- Down payment Assistance
- Site Acquisition and Preparation
- Construction of New Housing for Rent or Homeownership

Emergency Solutions Grant (ESG)

2026 Allocation

\$283,814

Assist those experiencing a housing crisis or homelessness to quickly regain stability



National Objectives

- Improve number and quality of emergency shelters
- Operate shelters and provide essential services
- Provide homeless prevention and rapid rehousing

Eligible Activities



- Street Outreach
- Emergency Shelters
- Homelessness Prevention Services
- Rapid Rehousing Assistance
- Homeless Management Information System (HMIS)

What does Stockton fund with these dollars?

- **Affordable Housing**

Calaveras Quarters (March Ln & I-5 exit), Park Center Apartments (Park St & Center St), The Ruhl Building (Main St & California St), Fairview Terrace (Airport Way & 9th St), Single-Family Rehabilitation Program

- **Public Infrastructure**

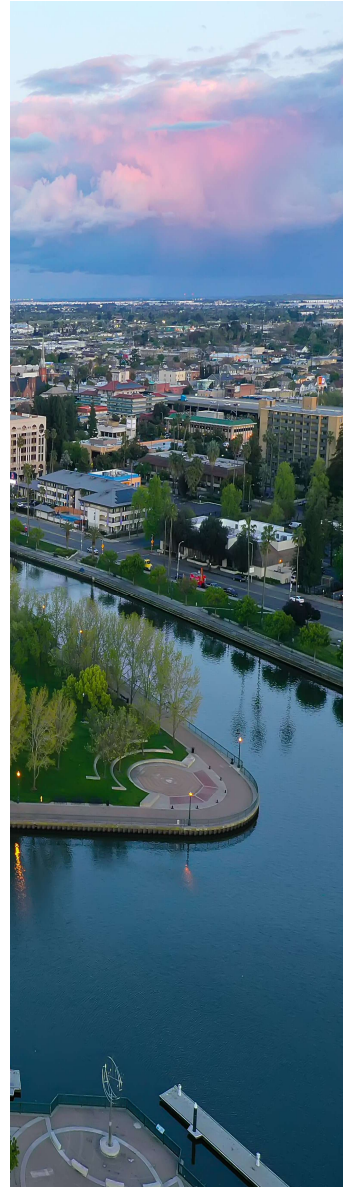
Sidewalks near Fillmore Elementary, Victory Elementary, Montezuma Elementary, and Jane Frederick High School

- **Public Services**

Fair Housing, Youth and Transition Aged Youth Services, Literacy and Papermaking Workshops, Food Assistance Programs

- **Economic Development**

Business façades, equipment purchases, entrepreneurship support

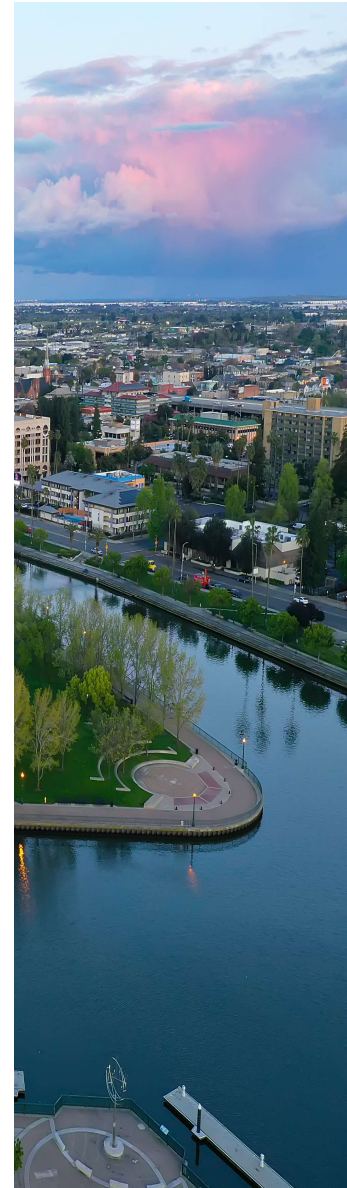




2026-2027 Expected Allocations

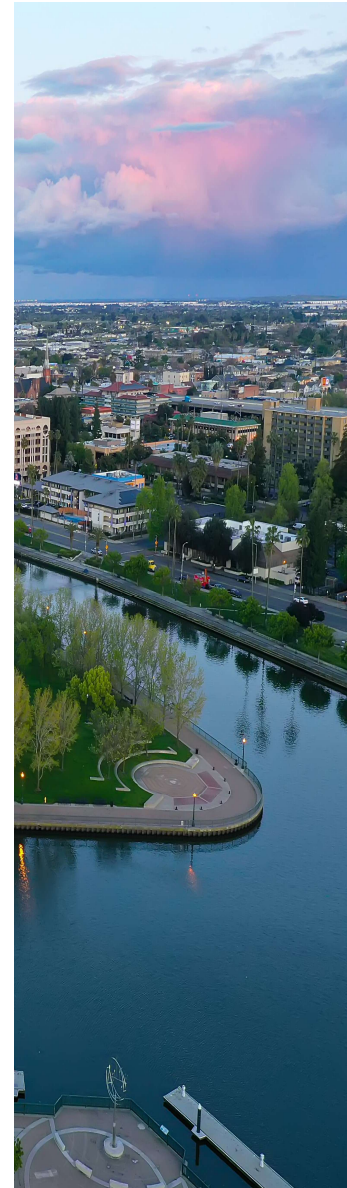
CDBG	ESG	HOME
\$3,255,850	\$283,814	\$1,342,709

In April 2026, staff received confirmation of HUD's 2026-2027 final allocations. EDD staff believe the CDBG, ESG, & HOME expected allocations will not change.



2026-2027 Activities

Goal Name	Funding	Outcomes
Develop & Rehabilitate Affordable Housing Units	HOME: \$1,496,423	Construct & Rehabilitate Affordable Housing Units
Provide Services to Prevent & Reduce Homelessness	ESG: \$262,528	Shelter Operations Homeless Prevention
Resilient Infrastructure & Public Facilities	CDBG: \$4,932,309	Infrastructure Improvements Hazardous Site Clean-Up
Healthy Neighborhoods & Residents	CDBG: \$518,509	Fair Housing Activities Public Services – June 2026 Council Approval
Support Businesses	Funded with carryover	Commercial Façades Stocked Full of Produce Business Support Program
Increase Access to Economic Opportunity	CDBG: \$350,000	Entrepreneurship Support

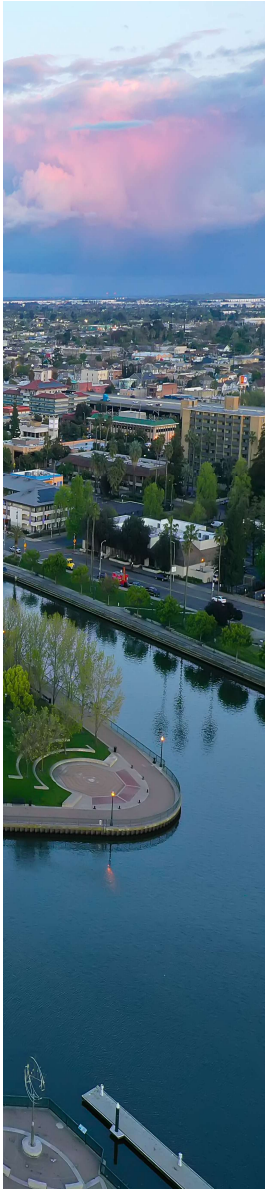




Timeline



Draft Annual Action Plan: www.stocktonca.gov/housing



Recommendation

It is recommended that after the public hearing, the City Council adopt a resolution to:

- 1) Approve and adopt the 2026-2027 Annual Action Plan with the estimated Sources and Uses of Funds for the CDBG, HOME, and ESG Programs awarded by HUD, authorizing proportional adjustments to funding amounts based on the final HUD allocations;
- 2) Authorize the City Manager, or designee, to coordinate final revisions to the Action Plan to ensure that approved activities and all public comments received during the 30-day public comment period are included in the final Action Plan; and
- 3) Authorize the City Manager, or designee, to execute all documents and forward them to HUD, and to take whatever actions are necessary and appropriate to carry out the purpose and intent of the resolution.

