



U.S. Department of Housing and Urban Development

Philadelphia Office
The Wanamaker Building
100 Penn Square East
Philadelphia, Pennsylvania 19107-3280

2016 MAY 26 PM 2:46

MAY 20 2016

The Honorable William L. Courtright
Mayor of Scranton
Municipal Building
340 North Washington Avenue
Scranton, PA 18503-1523

Dear Mayor Courtright:

SUBJECT: Annual Community Assessment
City of Scranton
January 1, 2015 through December 31, 2015

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The provisions of the Housing and Community Development Act of 1974, as amended, and the National Affordable Housing Act of 1990, require the annual submission of performance reports by grant recipients receiving federal assistance through programs covered under these Acts. Additionally, these Acts require that a determination be made by the Secretary of the U.S. Department of Housing and Urban Development (HUD) that the grant recipient is in compliance with the statutes and has the continuing capacity to implement and administer the programs for which assistance is received.

The Consolidated Plan regulations at 24 CFR 91.525 require this Department to evaluate and report to the public on a community's overall progress in the management of its program funds, compliance with the Consolidated Plan, the accuracy of performance reports, and the extent to which progress has been achieved toward the statutory goals identified in Section 91.1. This letter serves to apprise you of our assessment of the City of Scranton's overall progress.

In making our evaluation, we relied primarily on the City's submission of the Consolidated Annual Performance and Evaluation Report (CAPER) for Fiscal Year 2015. This report summarized accomplishments made with funds provided from the Community Development Block Grant (CDBG), Home Investment Partnerships (HOME), and the Emergency Solutions Grants (ESG) Programs. In addition, we took into account technical assistance, follow up conversations with Scranton's staff, and the handling of citizen's comments and complaints. This letter is a summary of our review of Scranton's overall performance.

As you know, under the update to the Part 91 Consolidated Planning regulations that came into effect March 13, 2006, all Annual Action Plans and CAPERs are required to include performance measures as part of their annual reporting. The Office of Management and Budget has deemed this information necessary to validate the continued funding of HUD programs. The City of Scranton provided performance measures as required by this guidance.

The HUD timeliness requirement is that a community may have no more than 1.5 times its most recent annual grant remaining in the line of credit 60 days prior to the end of its program year. When the 60-day timeliness test was conducted on November 2, 2015, it was calculated that the City had a balance in its line of credit of 1.29 times its annual grant and apparently has met the timeliness standard. Please note that this did not include any program income that the City may have in its accounts. Thus, this figure may actually be higher.

During the 2015 program year, Scranton expended 91 percent of its CDBG funds for activities benefiting low/moderate income persons. This percentage meets the primary objective of the Housing and Community Development Act of 1974. In addition, the City obligated 7.30 percent of funds on public service activities, which is within the 15 percent regulatory cap. During the 2015 program year, Scranton obligated 16.98 percent of its funds for planning and administrative costs, which is within the 20 percent regulatory cap.

Scranton has met the HOME requirements for expenditures by committing all funds to projects within two years and expending funds within five years. The requirement to provide at least 15 percent of HOME funding to Community Housing Development Organizations has also been achieved. We remind grantees that all HOME projects should be closed within 120 days of the final draw.

The City ESG program serves homeless women and children providing them with emergency shelter, assistance with food, personal supplies, and intensive case management for a period of 30-45 days.

The City included in its CAPER their role in affirmatively furthering fair housing and identifying impediments to fair housing. During the period the City has prepared its 2015-2019 Analysis of Impediments to Fair Housing Choice to bring the City into sequence with its FY-2015-2019 Five Year Consolidated Plan. We commend you for these efforts. Please note that the Office of Fair Housing and Equal Opportunity (FHEO) is available to provide technical assistance regarding affirmatively furthering fair housing upon your request.

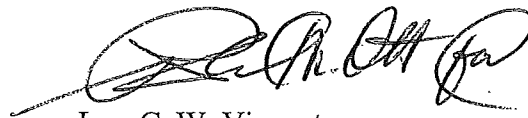
We congratulate the City of Scranton on its many accomplishments during this program year. Based on this review, we have concluded that Scranton has the capacity to carry out its programs and has met its reporting requirements.

We ask that you review our assessment of your performance and provide any comments that you may have within 35 days of the date of this letter. Upon receipt, we will evaluate your comments and make any revisions that are deemed appropriate. If you do not have any comments, we request that you formally notify us of that fact within the 35-day timeframe. Where no comments are received within the designated timeframe, our initial letter will serve as our final assessment of Scranton's performance for this program year. To facilitate and expedite citizen access to our performance letter, we request that you inform the general public, interested citizens' organizations, and non-profit entities of its availability. If, for any reason, Scranton

chooses not to do so, please be advised that our office is obligated to make this letter available to the public. We appreciate your cooperation in this matter.

We look forward to continuing to work with you and members of your staff to accomplish Departmental goals and mutual objectives to develop viable urban communities. We would also be pleased to provide you with any information on resources that may be available to your community. If you need assistance, or if you have any questions concerning the content of this letter, please contact Mr. Nadab O. Bynum, Director, Office of Community Planning and Development, at (215) 861-7652, or Ms. Fatina Ming, Senior Community Planning and Development Representative, at (215) 861-7662. This office may be reached by text telephone (TTY), at (800) 877-8339.

Sincerely,

A handwritten signature in black ink, appearing to read "Jane C. W. Vincent". The signature is fluid and cursive, with a long horizontal stroke extending to the left.

Jane C. W. Vincent
Regional Administrator

cc:

Ms. Linda Aebli