

CITY OF KYLE, TX

PROPOSED AMENDMENT

ANNUAL ACTION PLAN

2025-2026 ANNUAL ACTION PLAN



**NOTICE OF PUBLIC HEARING
SUBSTANTIAL AMENDMENT
PY 2025 ANNUAL ACTION PLAN
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)**

The City of Kyle receives Community Development Block Grant (CDBG) funds from the U.S. Department of Housing and Urban Development (HUD). The City prepares an Annual Action Plan outlining how it will allocate funds for the upcoming program year. The total amount of grant funds available for Program Year 2025 (October 1, 2025 – September 30, 2026) is \$277,869.

The City of Kyle is proposing a Substantial Amendment to its adopted PY 2025 Annual Action Plan. The originally approved project included first-time sewer line improvements in the Quail Ridge neighborhood. Following additional review of implementation timing, acquisition considerations, and current cost conditions, the City proposes reallocating PY 2025 CDBG funds toward public sidewalk improvements that will serve low- and moderate-income areas within the City of Kyle.

To begin the process of determining funding priorities and activities for this amendment, and to receive public comment, the City is hosting a public hearing. Public comments are welcome at any time during the official comment period to comply with HUD's minimum 30-day requirement.

Public Comment Period: March 4 through April 14

Public Hearing Date: Tuesday, April 14 at 6:30 p.m.
During the Planning & Zoning Commission Meeting

Location:
Kyle City Hall, Council Chambers
100 W. Center Street
Kyle, Texas 78640

CDBG Program Background:

The national objective of the CDBG program is to develop viable urban communities by providing decent housing, a suitable living environment, and expanding economic opportunities principally for low- to moderate-income persons. Not less than 70% of CDBG funds must be used for activities that benefit low- to moderate-income persons individually or through non-profit agencies or public improvements in low- to moderate-income neighborhoods.

The proposed amendment reallocates funds to public infrastructure improvements that enhance pedestrian safety, accessibility, and mobility in eligible low- to moderate-income areas.

The proposed Substantial Amendment will be available for public review at the following locations:

City of Kyle Planning Department

100 W. Center Street

Kyle, Texas 78640

Monday–Friday, 8:00 a.m.–5:00 p.m.

Kyle Public Library

550 Scott Street

Kyle, Texas 78640

Monday–Thursday, 9:30 a.m.–8:00 p.m.

Friday, 9:30 a.m.–5:00 p.m.

Saturday, 9:30 a.m.–4:00 p.m.

The document will also be available online at: <https://www.cityofkyle.gov/doing-business/community-development-block-grant/>

To request additional information or provide written comments on the PY 2025 Substantial Amendment, please contact Kaela Sharp, Senior Planner, City of Kyle, 100 W. Center Street, Kyle, Texas 78640, or email CDBG@cityofkyle.com.

Note: In compliance with the Americans with Disabilities Act, this facility is wheelchair accessible and accessible parking spaces are available. Requests for special accommodations or interpretive services must be made at least 48 hours prior to the meeting by contacting the Planning Department at (512) 262-3959.

CITY OF KYLE

CDBG Entitlement Program

Program Year 2025 Annual Action Plan

Substantial Amendment No. 1 Narrative

I. Purpose of the Substantial Amendment

The City of Kyle is submitting Substantial Amendment No. 1 to its PY2025 Annual Action Plan in accordance with 24 CFR 91.505. This amendment reallocates Community Development Block Grant (CDBG) funds from a previously approved wastewater infrastructure project in the Quail Ridge Neighborhood to a sidewalk infrastructure improvement project along Brent Boulevard (east of IH-35).

This amendment constitutes a Substantial Amendment under the City's adopted Citizen Participation Plan because it:

- Changes the activity type (wastewater infrastructure to sidewalk infrastructure)
- Changes the project location/service area
- Changes the beneficiary methodology
- Reallocates 100% of the project funding

The total PY2025 CDBG allocation remains unchanged.

II. Summary of Changes

A. Removal of Sewer Infrastructure Project

The originally approved project:

- **Project Name:** Quail Ridge Wastewater Improvements
- **Location:** Quail Ridge Neighborhood
- **Funding:** \$277,869 (CDBG)
- **National Objective:** Low- and Moderate-Income (LMI) Area Benefit
- **Planned Beneficiaries:** Up to 160 families

This project has been removed from the PY2025 Annual Action Plan. No CDBG funds have been expended or obligated for this activity. The City will cancel or reduce the activity to zero in IDIS and retain all supporting documentation in its official grant files.

All references to this project have been removed from:

- AP-20 Annual Goals and Objectives
- AP-35 Projects
- AP-38 Project Summary
- AP-50 Geographic Distribution
- Budget tables

B. Addition of Sidewalk Infrastructure Project

The amendment adds the following project:

- **Project Name:** Brent Boulevard Sidewalk Improvements
- **Location:** Brent Boulevard and Park at Steeplechase Subdivision (east of IH-35)
- **Funding:** \$277,869 (CDBG)
- **Activity Eligibility:** Public Facilities and Improvements (24 CFR 570.201(c))
- **National Objective:** LMI Area Benefit (24 CFR 570.208(a)(1))

The project includes:

- Construction and/or replacement of sidewalks
- ADA-compliant curb ramps
- Associated pedestrian safety improvements
- Pavement markings where appropriate

This project supports safe pedestrian mobility and accessibility in an eligible low- and moderate-income service area.

III. National Objective Compliance

The Brent Boulevard Sidewalk Improvements project qualifies under the **Low- and Moderate-Income Area Benefit (LMA)** national objective pursuant to 24 CFR 570.208(a)(1).

The City has:

- Defined a reasonable service area based on pedestrian access and proximity
- Prepared a service area map

- Verified that at least 51% of residents within the defined service area are low- and moderate-income
- Obtained HUD LMISD data documentation
- Prepared written service area methodology documentation

Supporting documentation is maintained in the Environmental Review Record and project file.

IV. Beneficiary Changes

Removed Beneficiaries

The previously identified beneficiaries (up to 160 families in Quail Ridge) have been removed from the Annual Action Plan and will be removed from IDIS projections. No beneficiaries were served under the original project.

Added Beneficiaries

The new project will benefit residents within the defined LMI service area along Brent Boulevard. Beneficiaries are determined using HUD LMISD census data. The service area meets or exceeds the required 51% LMI threshold.

Performance outcomes will be reported using HUD’s Public Facility and Infrastructure performance measure:

- **Outcome Indicator:** Linear feet of sidewalk installed

V. Geographic Distribution

The geographic distribution of PY2025 CDBG funds remains 100% allocated to eligible LMI areas. The service area is updated from the Quail Ridge Neighborhood to the Brent Boulevard LMI Service Area (east of IH-35).

VI. Budget Summary

Activity	Previous Allocation	Amended Allocation
Sewer Improvements	\$277,869	\$0
Sidewalk Improvements	\$0	\$277,869
Total CDBG Funds	\$277,869	\$277,869

There is no change to the total PY2025 CDBG allocation.

VII. Consistency with Consolidated Plan

The Brent Boulevard Sidewalk Improvements project is consistent with the City’s 2024–2028 Consolidated Plan goals related to:

- Public infrastructure improvements
- Neighborhood revitalization
- Accessibility and ADA compliance
- Improvements benefiting low- and moderate-income residents

This amendment does not alter the strategic priorities of the Consolidated Plan.

VIII. Citizen Participation

In accordance with 24 CFR 91.105 and the City’s adopted Citizen Participation Plan:

- A public notice was published announcing the proposed Substantial Amendment.
- The amendment was made available for public review for the required comment period.
- A public hearing was conducted (if required under local policy).
- All public comments received were considered and addressed.
- The City Council approved this Substantial Amendment by resolution.

Documentation of the public notice, comment summary, and governing body approval is maintained in the City’s CDBG files and included in the IDIS submission.

IX. Environmental Review

An Environmental Review Record (ERR) will be completed for the Brent Boulevard Sidewalk Improvements project in accordance with 24 CFR Part 58 prior to the obligation of CDBG funds. No funds will be committed until the City receives Authority to Use Grant Funds (AUGF), if required.

X. Conclusion

Substantial Amendment No. 1 reallocates PY2025 CDBG funds from a wastewater infrastructure project in the Quail Ridge Neighborhood to a sidewalk infrastructure improvement project along Brent Boulevard. While the amendment changes the activity type, location, and beneficiary methodology, it does not change the total funding allocation or the overall priorities established in the City’s 2024–2028 Consolidated Plan.

The City of Kyle respectfully submits this Substantial Amendment to HUD for review and approval.



CITY OF KYLE

CDBG ENTITLEMENT PROGRAM

SUBSTANTIAL AMENDMENT NO. 1 – PY2025

REDLINE SUMMARY TABLE

This Redline Summary Table identifies the specific sections of the adopted PY2025 Annual Action Plan that are being amended. HUD does not require a tracked redline document; however, this table clearly outlines the changes being made in accordance with 24 CFR 91.505.

SECTION: AP-20 ANNUAL GOALS AND OBJECTIVES

ORIGINAL LANGUAGE

Goal Name: Public Improvement: Infrastructure – Sewer
Category: Non-Housing Community Development
Geographic Area: Quail Ridge Neighborhood
Needs Addressed: Quail Ridge Wastewater Line Installation
Funding: CDBG \$277,869
Goal Outcome Indicator: Other: 1 Other

AMENDED LANGUAGE

Goal Name: Public Improvement: Infrastructure – Sidewalk Improvements
Category: Non-Housing Community Development
Geographic Area: Brent Boulevard and Park at Steeplechase Subdivision (east of IH-35)
Needs Addressed: Public Infrastructure – Sidewalk Construction and ADA Improvements
Funding: CDBG \$277,869
Goal Outcome Indicator: Public Facility or Infrastructure Activities – Linear Feet of Sidewalk Installed

CHANGE SUMMARY

Sewer infrastructure goal removed. Sidewalk infrastructure goal added. Funding amount unchanged.

SECTION: AP-35 PROJECTS

ORIGINAL PROJECT

Project Name: Quail Ridge Wastewater Improvements

Description: Installation of first-time wastewater service to manufactured home subdivision.

Allocation: \$277,869

AMENDED PROJECT

Project Name: Brent Boulevard Sidewalk Improvements

Description: Construction and/or replacement of sidewalks on both sides of Brent Boulevard (west of Philomena Drive), including ADA curb ramps and associated pedestrian safety improvements.

Allocation: \$277,869

CHANGE SUMMARY

Wastewater infrastructure project removed. Sidewalk construction project added. Total funding unchanged.

SECTION: AP-38 PROJECT SUMMARY

ORIGINAL

Target Area: Quail Ridge Neighborhood

National Objective: LMI Area Benefit

Planned Activities: First-time wastewater service installation

Estimated Beneficiaries: Up to 160 families (portion served in PY2025)

AMENDED

Target Area: Brent Boulevard and Park at Steeplechase Subdivision (east of IH-35)

National Objective: LMI Area Benefit (LMA)

Planned Activities: Sidewalk installation/replacement, ADA curb ramps, pavement markings

Estimated Beneficiaries: Residents within defined LMI service area (51%+ LMI per HUD LMISD data)

CHANGE SUMMARY

Service area changed. Infrastructure type changed. Beneficiary methodology updated from subdivision-based service to defined LMI service area.

SECTION: AP-50 GEOGRAPHIC DISTRIBUTION

ORIGINAL

Target Area: Quail Ridge Neighborhood

Percentage of Funds: 100%

AMENDED

Target Area: Brent Boulevard LMI Service Area

Percentage of Funds: 100%

CHANGE SUMMARY

Geographic allocation updated to reflect new sidewalk project location. Funding concentration remains within eligible LMI areas east of IH-35.

BUDGET TABLE SUMMARY

Activity	Previous Allocation	Amended Allocation
Sewer Improvements	\$277,869	\$0
Sidewalk Improvements	\$0	\$277,869
Total CDBG Funds	\$277,869	\$277,869

No change to total PY2025 CDBG allocation.

NATIONAL OBJECTIVE CHANGE

Original Compliance: LMI Area Benefit (Quail Ridge subdivision)

Amended Compliance: LMI Area Benefit (Brent Boulevard defined service area, 51%+ LMI per HUD LMISD)

Updated Documentation Includes:

- Service area map
 - HUD LMISD data printout
 - Service area methodology documentation
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SUMMARY STATEMENT

This Substantial Amendment reallocates PY2025 CDBG funding from wastewater infrastructure improvements in the Quail Ridge Neighborhood to sidewalk infrastructure improvements along Brent Boulevard.

The amendment changes the activity type, service area, and beneficiary documentation but does not alter the total CDBG allocation or the overall strategic priorities of the 2024–2028 Consolidated Plan.
