

# Memorandum

**REPORT TO:** City Commission

**FROM:** Chuck Winn, Interim City Manager

**SUBJECT:** Reallocation of Previously Budgeted Mobile Crisis Funds to Transitional Housing Program

**MEETING DATE:** January 7, 2025

**AGENDA ITEM TYPE:** Finance

**RECOMMENDATION:** **Consider the Motion:** *I move to reallocate \$150,000 from FY24 and \$150,000 from FY25 mobile crisis response support to the city's transitional housing programs.*

**STRATEGIC PLAN:** 1.3 Public Agencies Collaboration: Foster successful collaboration with other public agencies and build on these successes.

**BACKGROUND:** The city's FY24 and FY25 approved budgets each have \$150,000 allocated to support the Gallatin County Mobile Crisis Response program. This money was intended to bridge a funding gap caused by uncertainty in state reimbursements for the program. The FY24 contribution was sent to Gallatin County but not needed after the state support was received. The FY25 contribution will not be needed to operate the Mobile Crisis Response. The county has indicated it will return the FY24 Mobile Crisis money if the city does not authorize that money to go to another related county-run program.

Bozeman's FY25 budget was amended to add \$250,000 from the general fund to support transitional housing initiatives. Additionally, the city commission authorized allocations (\$212,687) from a new Community Development Block Grant program to go toward the city's transitional housing effort. The total for those two funding sources is \$462,687. Should the commission allocate the Mobile Crisis money toward transitional housing, the total contribution for the program would be \$762,687.

The city intends to draft a request for proposals (RFP) to solicit community partners to submit ideas on how best to use the city's transitional housing money to develop a sustainable transitional housing program. We expect to have that ready this spring.

**UNRESOLVED ISSUES:** None

**ALTERNATIVES:** As determined by the City Commission

**FISCAL EFFECTS:** All monies have been allocated previously in approved city budgets.

Report compiled on: December 26, 2024