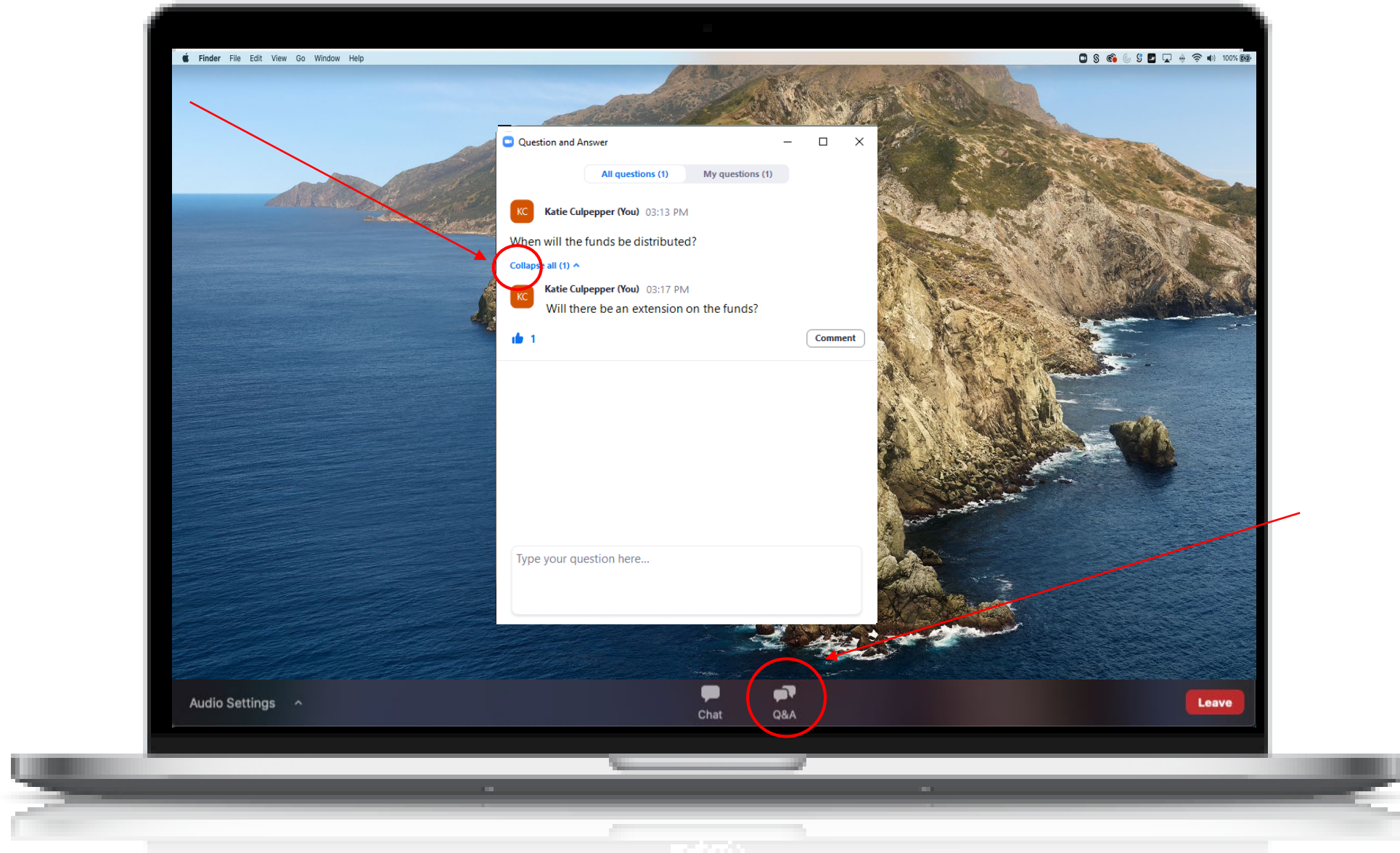




Overview of ReCoverCA Program and Upcoming Construction Opportunities





Agenda

- 1) HCD Overview
- 2) Program overview
- 3) Procurement and Contracting Overview
- 4) Section 3 Overview
- 5) Upcoming RFP Overview



California Department of Housing and Community Development



HCD Staff

California Department of Housing and Community Development (HCD)

- **Key HCD Staff:**

- **Amanda Ohman** – CDBG-DR Section Chief
- **Susan Naramore** – Sr. Specialist-Disaster Recovery
- **Joseph Helo** - CDBG – DR Housing Program Manager



Key Program Contractors

- **Civix - Prime Grant Management Services**

- Ted Guillot - Director
- Adrienne Duncan – Project Manager
- Colin Bailey – Deputy Project Manager
- Whitney Roche – Owner Occupied Housing Programmatic SME

- **HORNE – Program Implementation**

- Anna Stroble – Engagement Partner
- Holly Smith – Program Director
- Michael Gagner – Senior Manager
- Athena Laines – Project Manager
- LeSar Development Consultants



Program Overview

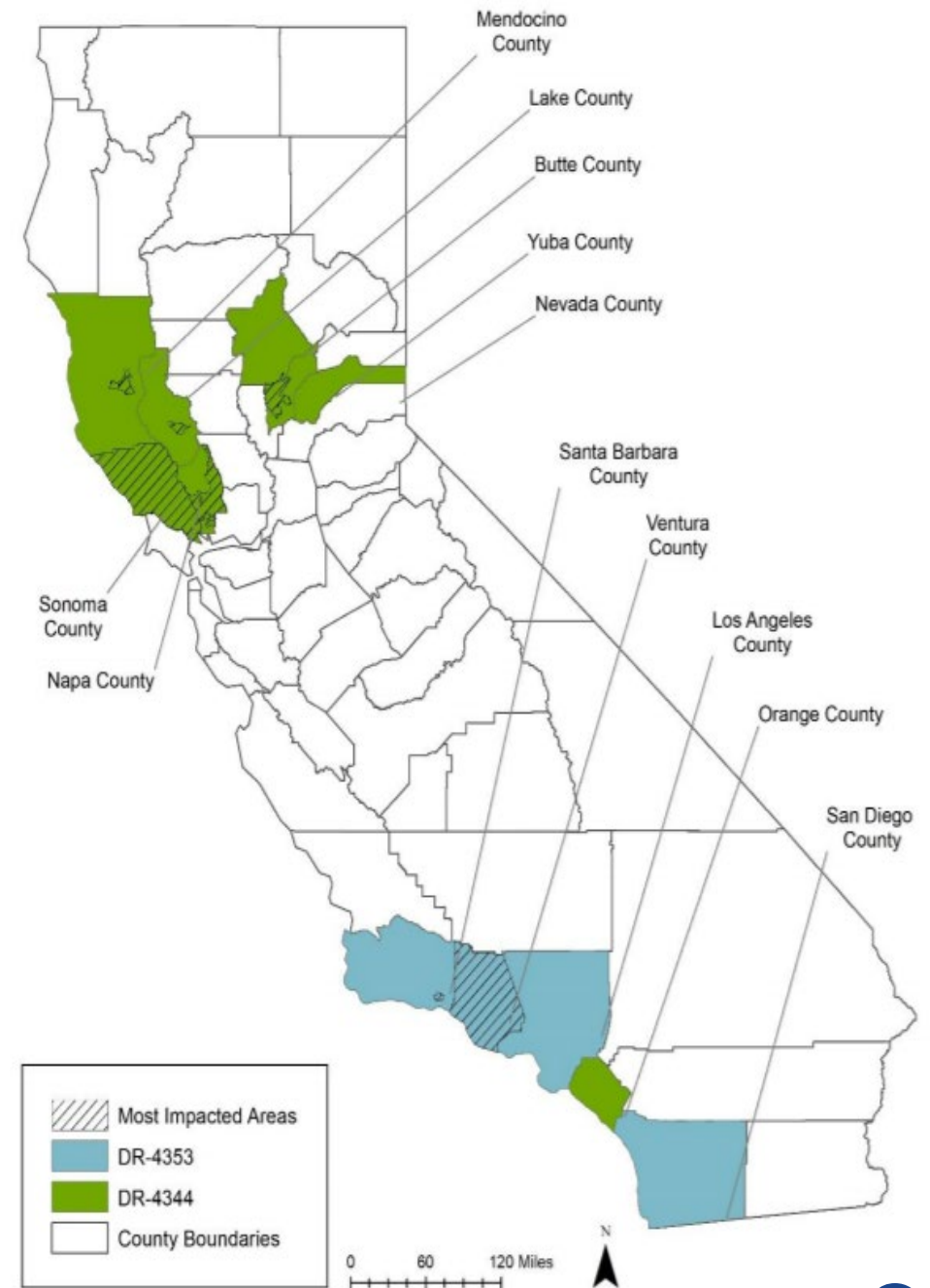


2017 CDBG-DR Program Background

- **To assist with and ensure program compliance and best practices, HCD enlisted the help of experienced contractors to help craft and implement the OOR program**
 - Owner-Occupied Rehabilitation/Reconstruction Program (OOR)
- **\$162 million in total CDBG-DR funds for recovery from the wildfire, debris flow, and mudslide events that took place in October and December of 2017**
 - OOR Program allocation: \$47 million in CDBG-DR funds

2017 CDBG-DR Program Background

- **March 15, 2019, HUD approved the State's initial Action Plan for the implementation**
 - 80 percent of funds must be spent in locations HUD has identified as the Most Impacted and Distressed (MID) Areas
 - At least 70 percent of funds must be spent to benefit low-to-moderate income persons
 - Grants up to \$150,000 to rehabilitate or reconstruct homes



Federally Declared Disaster Areas



Federally Declared Disaster Areas		Most Impacted and Distressed Areas	
DR-4344	DR-4353	County	Zip Code
Butte County	Los Angeles County	Sonoma County	95470
Lake County	San Diego County	Ventura County	95901
Mendocino County	Santa Barbara County		94558
Napa County	Ventura County		95422
Nevada County			93108
Orange County			
Sonoma County			
Yuba County			

Applicant Outreach and Survey

- Outreach will continue through media and local community engagement for targeted LMI and harder to reach communities and individuals.
 - Interested applicants are encouraged to fill out an online survey at <https://recover.hcd.ca.gov/>
 - Survey is open to victims of the 2017

**ReCoverCA**
California

To complete the survey electronically, click below:
Manual version of the survey is available below.

eGrants Login

Survey Respondents by County

- 59% of survey respondents to date are from Ventura county (highlighted in red)
- Sonoma County residents represent another 22% of survey respondents (highlighted in yellow)
- In total, 71% of respondents came from the Southern California counties



Program Administration



- Applicants are tiered according to location in the MID or impacted area, household income and **level of damage**
- Applicants will be assisted in order of priority, **starting with Tier 1**, until funding runs out

APPLICANT PRIORITIZATION TIERS					
	Geography		Owner-Occupant Household Income		Property Damaged by DR-4344 or DR-4353
	7 Most Impacted Counties & Zip Codes Only	All Areas That Received a Federal Disaster Declaration	LMI Only	All Incomes	Major or Severe Damage
Tier 1	X		X		X
Tier 2		X	X		X
Tier 3	X		X		
Tier 4		X	X		
Tier 5	X			X	X
Tier 6		X		X	X
Tier 7	X			X	
Tier 8		X		X	



Program Administration continued

- eGrants is the system of record for the OOR Program
- The case management team will work in coordination with the construction management firm to process applications for assistance through the Program



eGrants

Welcome, Athena Laines08/18/2020 12:57:01 PMEmailLogout

Home

Surveys/Applications

Actions

Profile

Disbursement

Administration

Configuration

Help

Construction Assignments

My Construction Case Filters

Status

Construction Begi

Structure Types

Select a value

LBP Inspection Status

All Statuses

Search

Reset

Showing 0 to 0 of 0 entries

Search:

Show / hide columns

	Application ID	Change Order	Selected Solution	Total Award	Account ID	Reconstruction	Contractor Name	Contractor Type	Structure Type	Lead Mitig Req
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15



eGrants continued

eGrants

Home Surveys/Applications **Actions** Profile Disbursement Administration

My Construction Assignments

My Construction Case Filters

Status
All

Structure Types
Select a value

LBP Inspection Status

- Case Management
- Environmental Review
- Lead Based Paint Inspection Review
- Home Inspection
- First QC Review
- Second QC Review
- Award Consultation
- Appeals

eGrants

Home Surveys/Applications Actions Profile **Disbursement** Administration

My Construction Assignments

My Construction Case Filters

Status
All

Structure Types
Select a value

LBP Inspection Status

The search returned no results

- Contractor Management
- Closing
- Requisition for Funds
- Disbursement of Funds
- Construction Management
- Recapture



Program Construction Solutions

- Due to the time elapsed since the October (DR 4344) and/or December 2017 (DR 4353) wildfires, homeowners are in varied stages of their recovery process.
- The Program has developed 2 solutions for applicants:
 - Solution I: Program-Managed rehabilitation or reconstruction
 - Manufactured Housing Units
 - Solution II: Homeowner-Managed rehabilitation or reconstruction



Solution I:

Program-Managed (“Turnkey”) Rehabilitation or Reconstruction

- The CM contractor assesses the damage and prepares a scope of work (SOW), based on standard grade materials as calculated using a national building-industry estimating software, for each rehabilitation and reconstruction project. Construction contractors then complete projects in accordance with the SOW.
- CM contractor also responsible for Tier II services



Solution II:

Homeowner-Managed Rehabilitation or Reconstruction

- Owner has already engaged a construction contractor or chooses to engage in a construction contract independently
- CM reviews applicant-provided plans and contractor bids and monitors, oversees, and inspects the construction process
- Developing an SOW as needed



Manufactured Housing Unit (MHU)

- Rehab – under \$10,000 in damages and 2009 or newer
- Replacement: Responsible for procuring replacement Manufactured Housing Units (MHUs) on behalf of the Program, hauling MHUs from the manufacturer or staging area to the site of the installation, and completing all installation activities necessary, ensuring unit registration and titling is completed through HCD Codes and Standards Division
 - **Requirements:**
 - Title 25, California Building Code
 - Local/Park building requirements
 - C-47 Licensure through the California State Contractors License Board, as required



Procurement and Contracting Overview

Procurement and Contract Management



- Procurement involving federal funding shall be conducted in accordance with applicable federal, state, and local laws and regulations.
- 2 CFR 200.317 through 200.326
- System for Award Management (SAM)
- Public Contract Code (PCC)



Purpose

- One of the primary purposes of a procurement process is to ensure full and open competition.
- 2 CFR 200.319
- 24 CFR 570.489(g)
- PCC 10318



Contractor Requirements

- Contractor integrity
- Compliance with public policy
- Record of past performance
- Financial and technical resources



Contract Provisions

- Insurance Requirements
- Background Checks
- Bonding Requirements
- Equal Employment Opportunity
- Davis-Bacon Act
- Clean Air Act
- Energy Policy and Conservation Act
- Debarment and Suspension
- Byrd Anti-Lobbying Amendment



Section 3 Overview



Section 3 (24 CFR 135)

Section 3 of the Housing and Urban Development Act of 1968 (Section 3) Provide, *to the greatest extent feasible*, job training, employment, contracting and other economic opportunities generated by certain HUD financial assistance shall be directed to low-and very low-income persons and businesses.



Applicability of Section 3

- Section 3 ensures that employment, contracting and training opportunities generated by CDBG-DR are directed to:
 - Low- and very low-income persons
 - Persons who are recipients of government housing assistance
 - Businesses which provide economic opportunities to those persons



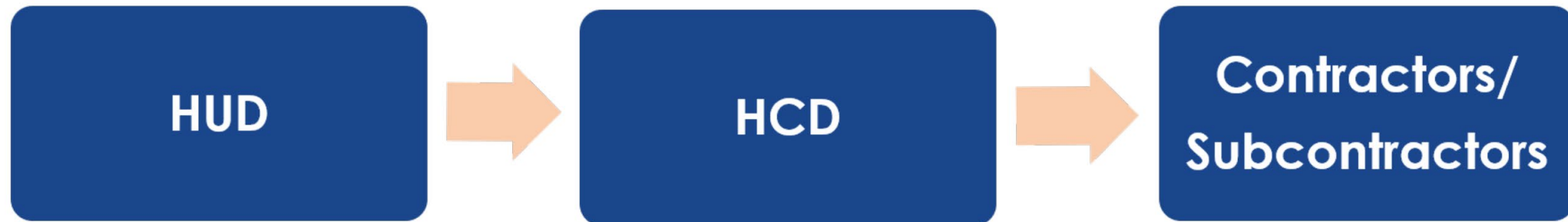
Applicability of Section 3, continued

- Section 3 applies to:
 - Certain HUD-funded Housing and Community Development projects:
 - Housing rehabilitation
 - Housing construction
 - Other public construction
- All awards:
 - Professional services
 - Subrecipients
 - Construction contracts
- The entire project that is funded with Section 3 covered assistance

Threshold Requirements & Applicability



- Section 3 applies when:
 - The recipient (HCD or other) receives more than \$200,000 in a covered project; and
 - A contractor or subcontractor performs work on a Section 3 covered project for which the contract or subcontract exceeds \$100,000.





Locating Section 3 Businesses

HUD offers a few resources on their site for identifying if a business qualifies as Section 3, to register with HUD as a Section 3 Business*, and search for a business using their online tool:

<https://portalapps.hud.gov/Sec3BusReg/BRegistry/SearchBusiness>

The screenshot shows the HUD Section 3 Business Registry website. At the top is the HUD.GOV header with the U.S. Department of Housing and Urban Development logo and Secretary Ben Carson's name. Below the header is the 'Section 3 Business Registry' title and navigation links: INSTRUCTIONS, FAQs, CONTACT US, What is the Section 3 Business Registry, Am I a Section 3 Business, Register a Business, and Search for a Business. The 'Search for a Business' link is highlighted. Below the navigation is a search form with a 'Metropolitan Area' dropdown menu and a 'Required' label. Below the form is a link to 'advanced search'. Below the search form are two expandable sections: 'Business Capabilities Search Options' and 'Additional Search Options'. Below these sections is a blue 'Search For Business' button. At the bottom, there is a 'Disclaimer' section and a 'How Do I Notify HUD if I Suspect that a Business in this Registry Does Not Meet Section 3 Eligibility Criteria?' section.

HUD.GOV
U.S. Department of Housing and Urban Development
Secretary Ben Carson

Section 3 Business Registry

INSTRUCTIONS FAQs CONTACT US

OMB Approval No. 2529-0043 (exp. 11/30/2018)

[What is the Section 3 Business Registry](#) [Am I a Section 3 Business](#) [Register a Business](#) [Search for a Business](#)

Metropolitan Area *Required*

Alternative location (State, City, County, Zip) search options are available using the [advanced search](#).

Business Capabilities Search Options +

Additional Search Options +

Search For Business

Disclaimer
HUD has not verified the information submitted by businesses listed in this registry and does not endorse the services that they provide. Users of this database are strongly encouraged to perform due diligence by verifying Section 3 eligibility before...

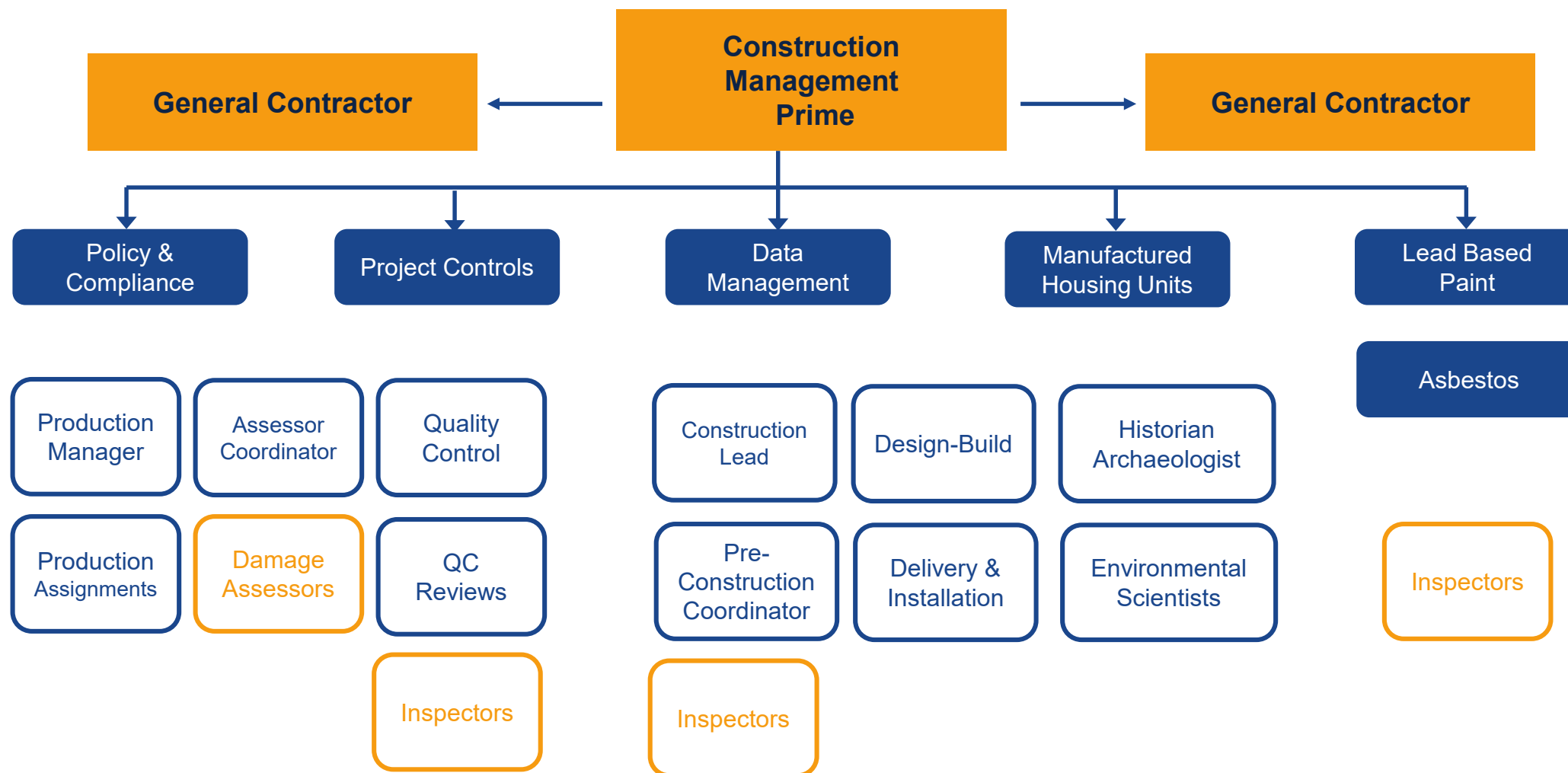
How Do I Notify HUD if I Suspect that a Business in this Registry Does Not Meet Section 3 Eligibility Criteria?
If you believe that a firm has misrepresented itself as a Section 3 Business, please [email the U.S. Department of Housing and Urban Development at Sec3Biz@hud.gov](#).



Upcoming RFP Overview



Sample CM Contractor Org Chart





Request for Proposal

- RFP 20-CDBGDR17-001 CDBG-DR Construction Management and Delivery Services

Event	Date	Time (Pacific Time)
RFP available to prospective proposers	September 2, 2020	N/A
Bidders Conference	September 17, 2020	TBD
Written Question Submittal Deadline (Answers to Questions will be posted at least five business days prior to final Proposal submission date)	October 7, 2020	5:00 p.m
Final Date for Proposal Submission	October 14, 2020	3:00 p.m.
Interviews if needed	November 1-7, 2020	TBD
Notice of intent to Award (Anticipated)	November 13, 2020	N/A
Proposed Award Date	November 24, 2020	N/A
Proposed Agreement Term	3 Years with 6, one-year optional extensions	N/A



Example: Cost Proposal

- Per Grant Award (Unit) Cost - Assume 400 Units to be Rehabilitated/Reconstructed/Replaced at an average Grant Award of \$75,000
- Of the 400 units, assume 100 will be MHU replacements. Assume 50 units will require lead-based paint and asbestos testing and inspection



Example: Cost Proposal, continued

- Home inspection and Estimate, Interim and Final Inspection
- Construction Design-Build, MHU Installation, and Construction Management
- Tier II Environmental Review – NEPA
- LBP and Asbestos Inspections and Remediation

COVID-19



- To accommodate social distancing required to limit the spread of COVID-19, HCD will require all current public health guidelines to be adhered to



2018 Disaster

- HCD anticipates that the U.S. Department of Housing and Urban Development will release funding to California for the 2018 wildfires in late 2020
- HCD will be implementing \$1 billion in CDBG-DR funding for the 2018 wildfires.
- \$205 million has been allocated for the 2018 OOR Program
- July through September 2018 Wildfires and High Winds Impacted Counties - Lake and Shasta
- November 2018 Wildfires Impacted Counties - Butte, Los Angeles, Ventura



Any Questions?

Email: recover@hcd.ca.gov



[CaliforniaHCD](https://www.facebook.com/CaliforniaHCD)



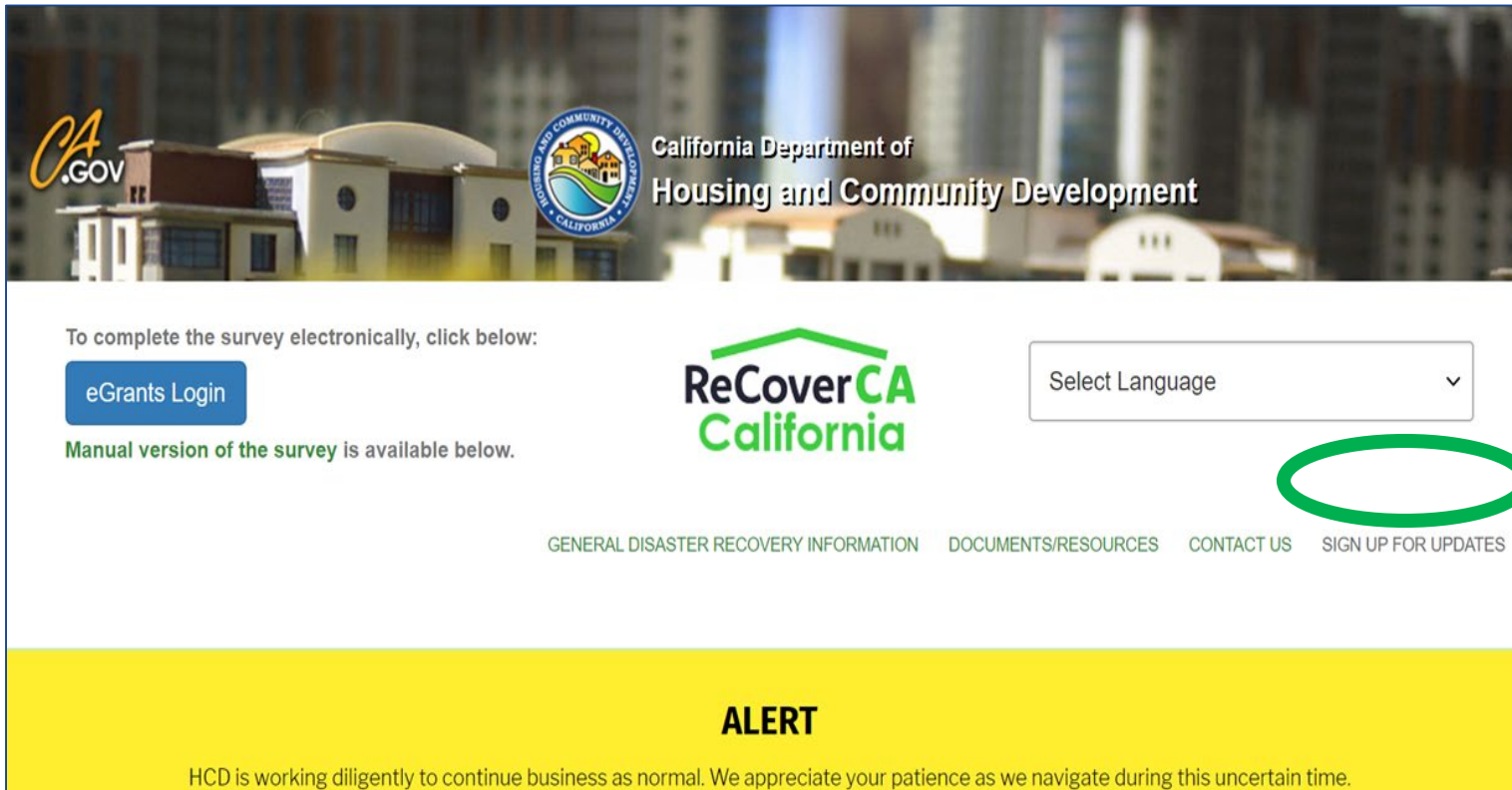
[@California HCD](https://twitter.com/California_HCD)



[company/californiahcd](https://www.linkedin.com/company/californiahcd)



ReCover.hcd.ca.gov



The screenshot shows the top section of the ReCoverCA California website. At the top left is the CA.GOV logo. Next to it is the California Department of Housing and Community Development logo, which includes a circular seal with a house and the text 'HOUSING AND COMMUNITY DEVELOPMENT • CALIFORNIA'. To the right of the seal, the text 'California Department of Housing and Community Development' is displayed. Below the header, there is a navigation bar with the following items: 'To complete the survey electronically, click below:', a blue button labeled 'eGrants Login', the text 'Manual version of the survey is available below.', the 'ReCoverCA California' logo, a language selection dropdown menu labeled 'Select Language' with a downward arrow, and a green oval highlighting a link that is not clearly visible. Below the navigation bar is a yellow alert banner with the word 'ALERT' in bold, followed by the text 'HCD is working diligently to continue business as normal. We appreciate your patience as we navigate during this uncertain time.' At the bottom of the banner are links for 'GENERAL DISASTER RECOVERY INFORMATION', 'DOCUMENTS/RESOURCES', 'CONTACT US', and 'SIGN UP FOR UPDATES'.

CA.GOV

California Department of Housing and Community Development

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eGrants Login

Manual version of the survey is available below.

ReCoverCA California

Select Language

GENERAL DISASTER RECOVERY INFORMATION DOCUMENTS/RESOURCES CONTACT US SIGN UP FOR UPDATES

ALERT

HCD is working diligently to continue business as normal. We appreciate your patience as we navigate during this uncertain time.

STAY IN THE KNOW:
Sign up for
ReCoverCA email at
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ReCoverCA
California