

2020 Community Development Block Grant (CDBG) – Disaster Recovery Action Plan Amendment #2

Public Meeting - English May 17th, 2023



Housekeeping

- You can access the Draft 2020 Action Plan
 Amendment #2 here: <u>Number 2 State CDBG-2020</u>
 <u>Disaster Recovery Action Plan Substantial</u>

 <u>Amendment</u>
- All participant lines are muted upon entry
- Use "Raise Hand" feature
- Use Chat for questions
- Will pause for questions and comments



Agenda

- Introductions
- 2020 CDBG-DR Overview & Timelines
- 2020 CDBG-DR Programs
- 2020 Action Plan #2 Program Changes
 - Homebuyer Assistance Program (HBA)
 - Multi-Family Housing (DR-MHP)
- Public Comment



California Department of Housing and Community Development

Mission: Provides leadership, policies, and programs to preserve and expand safe and affordable housing opportunities and promote strong communities for all Californians.

- Grants and funding
- Planning and community development
- Policy and research
- Mobile home registration
- Building standards



Why are Action Plans Amended?

- Action Plans gets amended multiple times throughout the grant life cycle
- Changes to Action Plans are substantial or nonsubstantial
- Action Plans are Amended to:
 - adjust program and budget allocations
 - program design elements
 - add or remove programs



2020 CDBG-DR



2020 Action Plan Timeline

- November 2021: Notice of Appropriation \$231 million
- February 2022: Federal Register Notice published
- August 2022: HUD approved the main Action Plan
- March 2023: 2020 Non-Substantial Amendment #1
- May 2023: 2020 Substantial Amendment #2
 - Submit to HUD by end of May
 - HUD Approval in 60 days
- August 2023 2020 Substantial Amendment #3
 - Adding 2021 CDBG DR Allocation

U.S. Department of Housing and Urban Development (HUD) Disaster Recovery Funding

Community Development Block Grant Disaster Recovery (CDBG-DR) and Mitigation funding for 2020 disasters:

FEMA Disaster Numbers	4558 and 4569
CDBG-DR	\$201,046,000
CDBG Mitigation Set-aside (15 percent)	\$30,157,000
Administration (5 percent)	\$11,560,150
Total Allocation	\$231,203,000

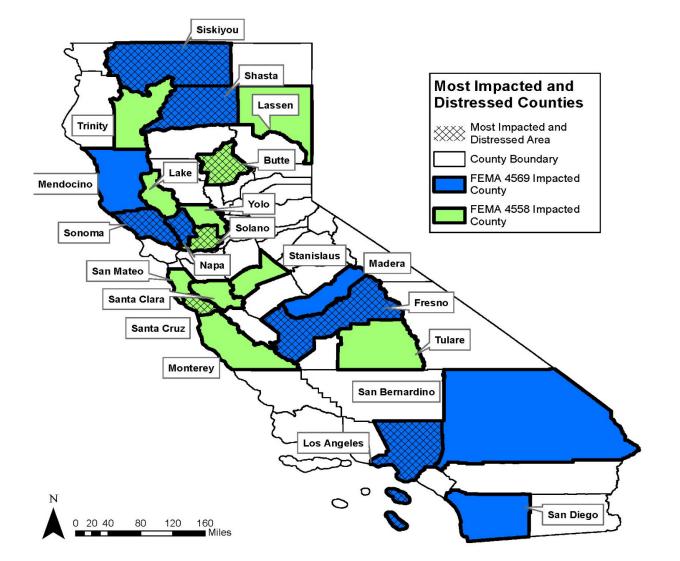


DR-4558 and DR-4569: Most Impacted and Distressed Areas

HCD will spend all the 2020 funds within the Most Impacted and Distressed Areas:

- Butte
- Fresno
- Napa
- Santa Cruz
- Los Angeles

- Shasta
- Siskiyou
- Solano
- Sonoma





2020 CDBG-DR Program Changes



2020 CDBG-DR Program Budget

2020 CDBG-DR Action Plan Total Allocation	\$231,203,000	Program Percentage
Administration	\$11,560,150	5%
2020 Total Funding – CDBG-DR (with administration)	\$201,046,000	87%
2020 Total Funding – Mitigation Set-Aside (with		
administration)	\$30,157,000	13%
CDBG-DR Program Funding	\$190,993,700	
Housing Programs Total	\$183,353,952	
Multifamily Housing Program	\$128,347,766	70%
Owner Occupied Housing Program	\$45,838,488	25%
Homebuyer Assistance Program	\$9,167,698	5%
Infrastructure Programs Total	\$7,639,748	
FEMA PA Match	\$7,639,748	100%
Mitigation Set-Aside Program Funding Total	\$28,649,150	
Owner Occupied Housing Mitigation Program	\$21,486,863	75%
Multifamily Housing Mitigation	\$7,162,287	25%



2020 Substantial Action Plan Amendment

2020 CDBG-DR-Action Plan amendment, number two ("APA 2"), is a substantial amendment affecting two programs:

- Homebuyer Assistance Program (HBA)
 - Update existing program criteria to allow HCD to work with subrecipient instead of procuring program administrator
- Disaster Recovery Multifamily Housing Program (DR-MHP)
 - Provide specific scoring criteria
 - Remove CDBG-MIT Funding from New Construction
 - Increase Maximum Award for MHP Mitigation from \$50,000 to \$300,000 per project



Homebuyer Assistance Program (HBA)

- HCD will enter into agreement with a Subrecipient instead of procuring program administrator
- Stand alone program that HCD will directly operate with assistance from either state agency partner or contractor

Expedite program launch:

- Working with a non-profit who will have a more grassroots approach
- Bring in local community-based organizations to help administer the program.



Disaster Recovery Multifamily Housing Program (DR-MHP)

- Adding specific scoring criteria as required by the Federal Register Notice
- Removing CDBG-MIT funding from new construction program since mitigation components are in the local Wildland Urban Interface (WUI) building codes.
- Increase the maximum award for mitigation up to \$300,000 per project from \$50,000



DR-MHP Scoring Criteria Changes

Eligibility of Multi-Family Projects

- MID Areas with minimum of five units and 51% affordable units
- Program Affordable Rents and Income at annual <u>Multifamily</u>
 <u>Tax Subsidy Projects (MTSP) Regular Income Rent Limits</u>
- MHP per-unit maximum loan assistance as published by the Federal Housing Administration (FHA).
- Use HCD's multifamily Universal Scoring Criteria for points serving special needs population
- All funding sources identified and secured
- Cost Reasonable



DR-MHP Scoring Criteria Changes Cont'd

- Program Responsibility:
 - Developers must have completed 1-2 projects that are in service more than 3 years
 - 1 project utilizing low-income housing tax credits
- Program Maximum Assistance:
 - MHP Maximum Per-Unit Loan Limits for appropriate loan sizing.
 - Awards shall not exceed the lesser of the demonstrated need or the MHP Maximum Per-Unit Loan Limit
- Program Estimated Dates Awards expected mid-2024



MHP Scoring Criteria Summary

Universal Point Score Criteria

(Used in Project ranking separate from Threshold Review)

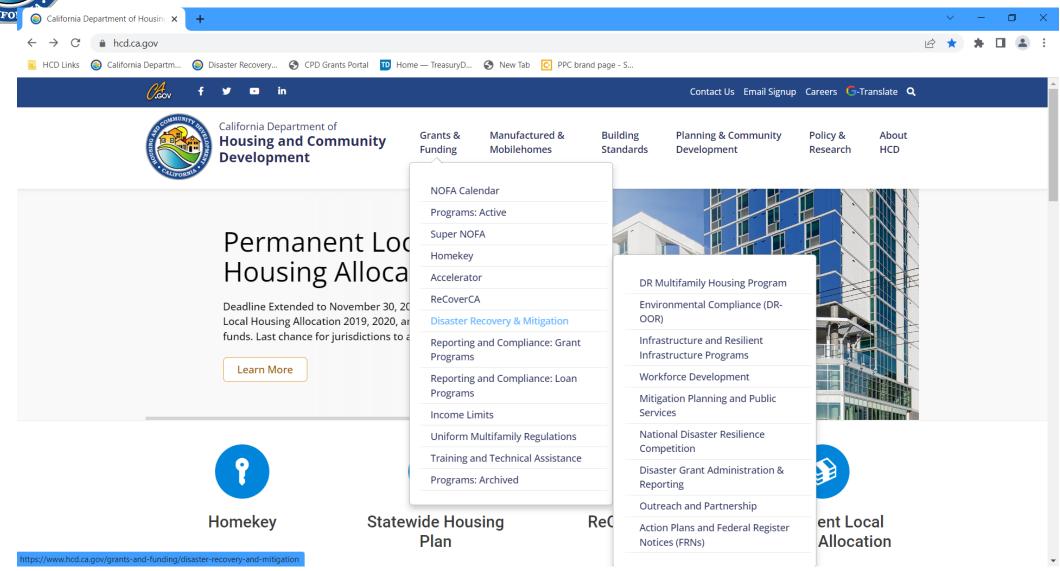
Criterio		Maximum Score
Universal Scoring Criteria	Extent to Which the Project Serves Households at the Lowest Income Levels	30
	State Policy Priorities	20
	Project Sponsor and Property Management Experience	20
	Project Readiness	27
	Infill / Proximity to Amenities / Sustainable Building Methods	15
	Cost Containment	5
Total Possik	ole Universal Points	117



Where to go for the Draft Action Plan?



HCD Website





HCD Website



Home > Grants & Funding > Disaster Recovery & Mitigation

Disaster Recovery & Mitigation

Community development includes more than just new development. HCD works to help communities recover after disasters (such as droughts, fires, and floods) by administering special federal funds for both recovery and mitigation purposes. When appropriated funds from HUD, HCD works with local governments and organizations to support programs that provide long-term





HCD Website

CDBG-DR

CDBG-MIT | Multifamily | Single Family

Infrastructure

Community Development

Planning

Climate Mitigation | Show All

Disaster Recovery Multifamily Housing Program (DR-MHP)

DR-MHP works with local governments and developers in areas impacted by disasters, helping to (re)build multifamily housing projects and generate crucial affordable housing units.

View Disaster Recovery Multifamily Housing

Workforce Development (DR-Workforce)

DR-Workforce helps fund local governments, community colleges, and nonprofits in affected areas develop their workforces' skills to help their economies develop and recover after disasters.

View Workforce Development

Disaster Grant Administration & Reporting

Procurements, Contracts, administration manuals, reports, trainings, and other helpful information.

Environmental Compliance (DR-OOR)

The Disaster Recovery Branch has made this tool to aid homeowners impacted by disasters with the necessary environmental documents.

View Environmental Compliance (DR-OOR)

Mitigation Planning and Public Services (MIT-PPS)

MIT-PPS funds help local governments and nonprofits in affected areas provide services and increase resiliency against future disasters.

<u>View Mitigation Planning and Public Services</u>

Outreach & Partnership

Citizen participation, public comment, and partner resources

Infrastructure and Resilient Infrastructure (DR-INF/MIT-RIP)

DR-INF/MIT-RIP funds helps local governments in impacted areas rebuild their communities' infrastructure in a more resilient manner to withstand future natural disasters based on lessons learned.&.

View Infrastructure and Resilient Infrastructure

National Disaster Resilience Competition (NDR)

HCD and Tuolumne County won NDR funds to help the County rebuild from the 2013 Rim Fire.

View National Disaster Resilience Competition

Action Plans and Federal Register Notices

Action Plans and applicable Federal Register lotices.



Public Comment

- Review the draft document here: Number 2 State
 CDBG-2020 Disaster Recovery Action Plan Substantial
 Amendment
- Submit your comment and/or question via chat feature during this meeting
- Submit your comment and/or question via email: <u>disasterrecovery@hcd.ca.gov</u>
- Public Comment ends May 26th, 2023



THANK YOU

Contact Information

HCD Disaster Recovery Unit DisasterRecovery@hcd.ca.gov

Maziar Movassaghi - Chief Disaster Recovery Officer Maziar.Movassaghi@hcd.ca.gov

Mona Akbar - Disaster Recovery Specialist Mona.Akbar@hcd.ca.gov

Clay Kerchof – Disaster Recovery Specialist Clay.Kerchof@hcd.ca.gov