



# **Community Development Block Grant - Disaster Recovery (CDBG-DR)**

**2023 CDBG-DR PLUS UP Award for DR-4683  
Substantial Action Plan Amendment**

July 2025





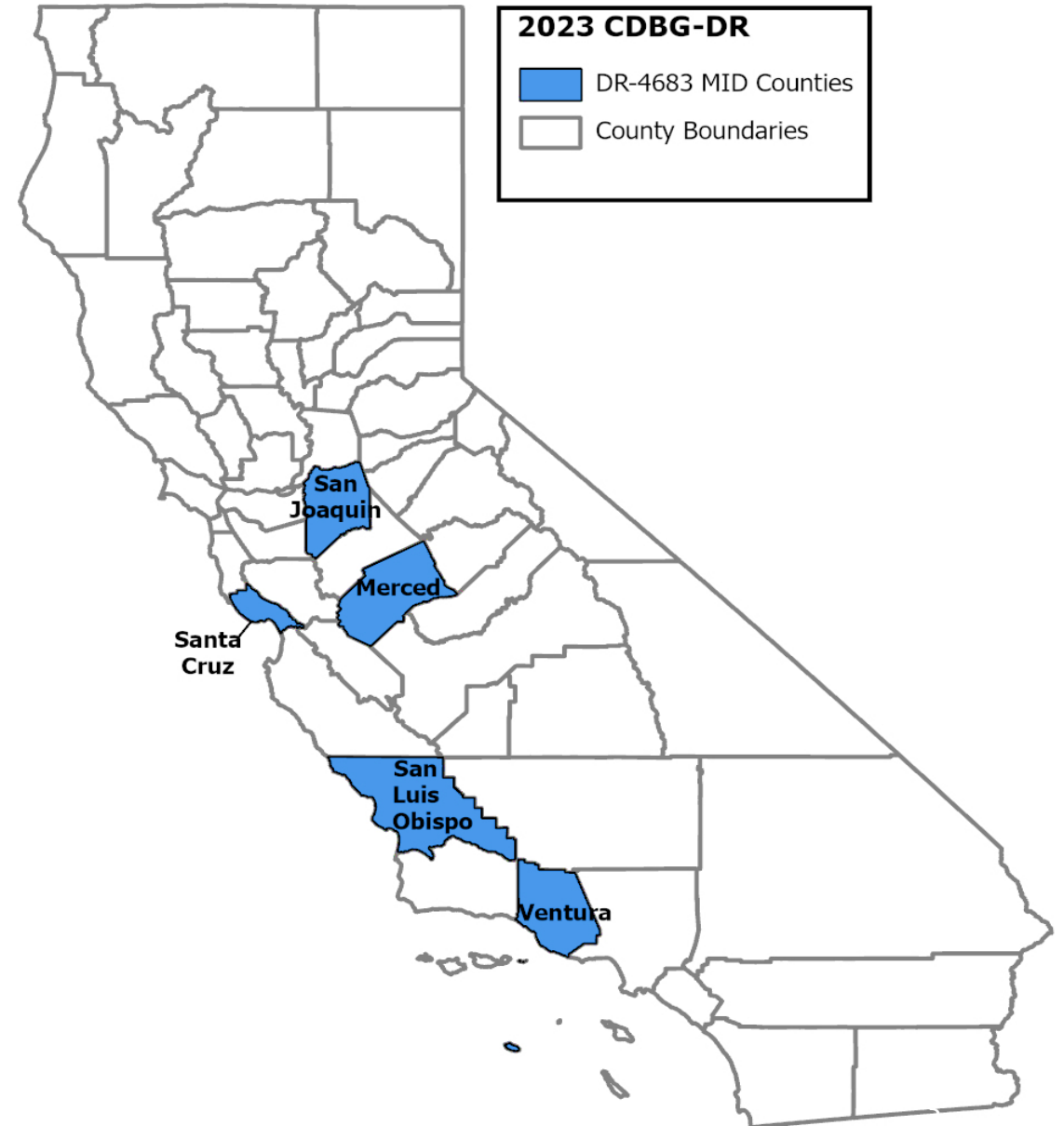
# Agenda

- Introductions
- CDBG-DR Allocations for DR-4683
- Unmet Needs
- Proposed Budget and Programs for PLUS UP Allocation:
  - Multifamily Housing Accelerator Program
  - Manufactured Home Replacement and Elevation Program
  - Hazard Mitigation Set-Aside
- Next Steps



# HUD-Identified MID Counties

- Merced
- Santa Cruz
- San Luis Obispo
- San Joaquin
- Ventura County





# Timeline for CDBG-DR Funds for DR-4683 (Dec-Jan 2023, Winter storms)

## **Original Allocation: \$115 million**

- Federal Register Notice: Nov 27<sup>th</sup>, 2023, Effective Dec 4<sup>th</sup>, 2023 (Public Law 117-328)
- HCD Submitted Action Plan to HUD - April 3, 2024
- HUD Approved Action Plan – June 4, 2024
- Grant Agreement with HUD – July 15, 2024

## **2<sup>nd</sup> Allocation: \$85,349,000**

- Announced by HUD: January 7, 2025
- HUD pulled announcement back on January 21<sup>st</sup>, 2025
- HUD published Federal Register Notice: May 19<sup>th</sup>, Effective May 27<sup>th</sup>, 2025
- Triggers 90-day submittal of Action Plan from effective date.
- Timeline: Public Comment Period (July 15<sup>th</sup> – August 15<sup>th</sup>)
- Submit to HUD August 25<sup>th</sup>.



# **Allocations for CDBG-DR Funds for DR-4683 (Dec-Jan 2023, Winter storms)**

<b>FEMA Disaster Number DR-4683</b>	<b>Original Allocation</b>	<b>2nd PLUS UP Allocation</b>
<b>CDBG-DR</b>	\$100,019,000	\$74,217,000
<b>Mitigation Set-aside (15%)</b>	\$15,003,000	\$11,132,000
<b>Administration (5%)</b>	\$5,751,100	\$4,267,450
<b>Total Allocation</b>	\$115,022,000	\$85,349,000
<b>Grand Total for Both Allocation</b>	<b>\$200,371,000</b>	



# DR 4683 Unmet Needs

---



# Updated Unmet Needs

	Direct and Indirect Need	Financial Assistance Budgeted and Obligated	Unmet Need	% of Unmet Needs
<b>Rental Housing</b>	\$3,600,084,262	\$436,710,447	\$3,163,373,815	94%
<b>Owner-Occupied Housing</b>	\$99,101,178	\$42,086,927	\$57,014,251	2%
<b>Infrastructure</b>	\$294,296,980	\$193,958,547	\$100,338,433	3%
<b>Economic Development</b>	\$74,204,308	\$37,172,882	\$37,031,498	1%
<b>Total Recovery Unmet Needs</b>	\$4,067,686,800	\$709,928,803	\$3,357,757,997	100%



# Housing & Hazard Exposure in DR-4683 MIDs

## Total Housing Units in High Fire & Flood Hazard Areas

<b>DR-4683 MID County</b>	<b>Units in High/Very High Fire Hazard Severity Zone (FHSZ)</b>	<b>Units in 100- year Special Flood Hazard Area</b>	<b>Total in High Fire and Flood Hazard Areas</b>	<b>% Units in High Fire and Flood Hazard Areas</b>
<b>Ventura</b>	62,838	13,378	<b>76,216</b>	<b>48.23%</b>
<b>San Luis Obispo</b>	25,372	5,247	<b>30,619</b>	<b>19.37%</b>
<b>Santa Cruz</b>	11,230	9,476	<b>20,706</b>	<b>13.10%</b>
<b>Merced</b>	7	19,295	<b>19,302</b>	<b>12.21%</b>
<b>San Joaquin</b>	5	11,189	<b>11,194</b>	<b>7.08%</b>
<b>Totals</b>	99,452	58,585	<b>158,037</b>	<b>100%</b>

Data analyzed by HCD and derived from publicly available housing and hazard data sources.





# Proposed Use of PLUS UP Funds

Programs	Current Budget \$115M	Proposed +\$85M	Total \$200M
<b>Mitigation Total (15%)</b>	<b>\$15,003,000</b>	<b>\$10,576,170</b>	<b>\$25,579,170</b>
Migrant Resiliency Center expanded to Mitigation Resilient Infrastructure Program (MIT-RIP)	\$15,003,000	\$4,256,058	\$19,259,058
Owner Occupied Mitigation – (Ventura Only)	\$0	\$6,320,112	\$6,320,112
<b>Housing Recovery Total</b>	<b>\$94,267,900</b>	<b>\$70,505,380</b>	<b>\$164,773,280</b>
DR-MHP Accelerator	\$ 59,017,900	\$70,505,380	\$129,523,280
Manufactured Home Replacement and Elevation	\$ 35,250,000	\$0	\$35,250,000
<b>Admin</b>	<b>\$ 5,751,100</b>	<b>\$4,267,450</b>	<b>\$10,018,550</b>
<b>Total DR-4683 Allocation</b>	<b>\$115,022,000</b>	<b>\$85,349,000</b>	<b>\$200,371,000</b>



# **Allocation #2**

# **Proposed Housing Programs**



# Manufactured Home Replacement and Elevation (MHRE) Program

- Allocations to Subrecipients to administer a manufactured home replacement and elevation program to impacted LMI households in mobile home parks.
- Standard Agreements in process for Merced, San Joaquin and San Luis Obispo.
- Applications expected to open in October 2025 or sooner.

## Proposed Changes:

- Redistribute allocations for Santa Cruz and Ventura Counties based on lack of unmet need.
- Increase grant cap from \$350,000 to \$500,000

2023 MID Counties	Original # of damaged MHU's	Original Local Allocation	Updated Local Allocation
Santa Cruz	71	\$2,531,030	\$0
Merced	176	\$6,250,765	\$10,384,706
San Joaquin	236	\$8,381,706	\$10,899,756
Ventura	94	\$3,350,941	\$0
San Luis Obispo	328	\$10,938,837	\$10,938,837



# Multifamily Accelerator (DR-ACCEL) Program

- NOFA published by HCD direct to developers to close funding gaps on affordable multifamily projects that have received an award from at least one HCD loan program prior to 2024.
- Streamlined eligibility and scoring criteria: # of affordable units, leveraging, readiness, and proximity to disaster.
- NOFA Round 1 was published January 31, 2025; Applications closed March 26, 2025; Awards are expected in July 2025.

## **Proposed Changes:**

- Add Estimated \$63,083,761 CDBG-DR funds for NOFA Round 2.
- NOFA Round 2 will expand eligibility to projects that received an award from at least one HCD loan program *prior to DR-ACCEL NOFA Round 2 application closing date.*



# List of Eligible Accelerator Projects

	Project	Developer	County	Affordable Units	Funding Gap
1	Mercy Village	UP Holdings	Merced	69	\$ 21,077,941
2	Paseo Paloma	Peoples Self-Help	San Luis Obispo	71	\$ 33,811,189
3	Hunter House	Service First of Northern CA	San Joaquin	119	\$ 27,525,993
4	Casa de Mariposa	Visionary Home Builders	San Joaquin	56	\$ 28,256,899
5	Cypress Place	Peoples Self-Help	Ventura	59	\$ 22,790,122
6	Aspire Apartments	Many Mansions	Ventura	87	\$ 24,751,918
7	Fillmore Terrace	Peoples Self Help	Ventura	49	\$ 29,077,270
8	Beverly Gardens	Pacific Southwest	Santa Cruz	24	\$ 7,572,630
9	Capitola Manor	MidPen	Santa Cruz	51	\$ 23,238,094
10	525 Water Street	Kingdom Development	Santa Cruz	89	\$ 45,858,841
<b>Total Gap/Unmet Need</b>					\$263,960,897
<b>Original Allocation</b>					\$ 52,576,258
<b>NEW Total Gap/Unmet Need</b>					\$ 211,384,639



# **2<sup>nd</sup> Allocation Proposed Mitigation Set-Aside Programs**



# Preliminary Outreach Results

**Results of Outreach identified two areas of potential need:**

**1. Owner Occupied Mitigation Program (OOM)**

- Retrofits to make single-family homes more resilient in future disasters.

**2. Mitigation Resilient Infrastructure Program (MIT-RIP)**

- During outreach efforts, it was identified that improvements were needed to improve the physical infrastructure of existing facilities for increased resiliency to future disasters.



# Methodology for MIT Plus Up Allocation

County	Hazard Exposure Housing Units (HEHU)	Overall %	Allocation % (Must have minimum 20k HEHU)	Subrecipient Allocation Amounts
Ventura	76,216	48.2%	60%	\$5,557,337
San Luis Obispo	30,619	19.4%	24%	\$2,184,873
Santa Cruz	20,706	13.1%	16%	\$1,477,514
Merced	19,302	12.2%	n/a	-
San Joaquin	11,194	7.1%	n/a	-
<b>Total</b>	<b>158,037</b>	<b>100%</b>	<b>100%</b>	<b>\$9,219,724</b>





# Mitigation Set Aside

County	Current Mitigation Set aside Allocation to PHAs (OMS Centers Only)	Proposed changes MIT- RIP and OOM	Percent Housing Units in High Fire/Flood Hazard Area	New Total	Percent
<b>Santa Cruz</b>	\$3,668,715	\$1,477,514	13.1%	<b>\$5,146,229</b>	<b>24%</b>
<b>San Joaquin</b>	\$4,585,894	-	7.1%	<b>\$4,585,894</b>	<b>20%</b>
<b>SLO</b>	\$0	\$2,184,873	19.4%	<b>\$2,184,873</b>	<b>10%</b>
<b>Ventura - OOM</b>	\$0	\$5,557,337	48.2%	<b>\$5,557,337</b>	<b>25%</b>
<b>Merced</b>	\$4,847,946	-	12.2%	<b>\$4,847,946</b>	<b>21%</b>
<b>Total</b>	<b>\$13,102,555</b>	<b>\$9,219,724</b>	<b>100%</b>	<b>\$22,322,279</b>	<b>100%</b>



# MIT-RIPP

## Program Eligibility

### Eligible Criteria:

- Must meet National Objective criteria of either serving Low- and Moderate-Income (LMI) communities (80% AMI or less) or the project having an Urgent Need.
- LMI projects are HCD priority.
- Must meet the definition of Mitigation: mitigation activities are those that increase resilience to disasters and reduce or eliminate the long-term risk of loss of life, injury, damage to and loss of property, and suffering and hardship by lessening the impact of future disasters.
- Must be consistent with Local Hazard Mitigation Plan.
- Activity Delivery Costs (ADCs) are eligible; includes environmental, pre-construction (design/engineering), procurement, CDBG grant administration activities, indirect costs, consultant costs).
- Construction must be completed by approximately June 2030.



# MIT-RIP

## Program Eligibility

### **Mitigation Resilience Infrastructure Program (MIT-RIP) Eligible Criteria:**

- MIT-RIP Eligible Activity Types:
  - Acquisition of Real Property
  - Public Facilities and Improvements
    - Roadways
    - Electrical
    - Community/Health/Resiliency centers
    - Communications systems (i.e. generators, signage)
    - Fuel Reduction
    - Water/Waste Systems
    - Flood drainage improvements
    - Streetlights
    - Utilities infrastructure for housing



# MIT-RIP

## Program Eligibility

### Eligible Criteria

- Subrecipient model. Once applicants submit complete and eligible applications, subrecipient will enter into subrecipient agreement with HCD for their implementation of their project.
- Eligible entity: those receiving a direction allocation (i.e. County). Funds can be allocated from your entity to a pass-through subrecipient. Secondary subrecipient must meet certain criteria.
- Stand alone or federal match projects.
- Projects must benefit the MID area. Area benefit maps required.
- Budget must include total budget costs and other funding resources.
- Authorizing resolution – requires approval of board/council/etc.
- Project timelines must be within performance period, which is approximately June 2030.
- Project applications will be due by February 2025, 90-day application window begins in October.



# Owner-Occupied Mitigation Program (New Program)

- Implemented by Ventura County (Subrecipient)
- Can serve LMI households that were not directly impacted by the disaster
- Grant Cap: \$100,000 per eligible household
- Eligibility requirements include:
  - Applicant must be a U.S. Citizen or a qualified alien to receive federal public benefits.
  - Applicant must demonstrate they had ownership/ownership interest and occupied the home as their primary residence at the time of the qualifying disaster. Accessory Dwelling Units (ADUs) may be eligible if either the main home or ADU are owner-occupied.
  - Applicant must currently occupy the property as their primary residence.
  - Applicant must be current on property taxes or have an approved payment plan or tax exemption.
  - Property must be located in Ventura County.
  - Property must be a single-family dwelling on a permanent foundation or affixed to a permanent pad.
- Mitigation retrofits will follow “Levels of Importance” items that increase the level of protection against wildfires and floods.

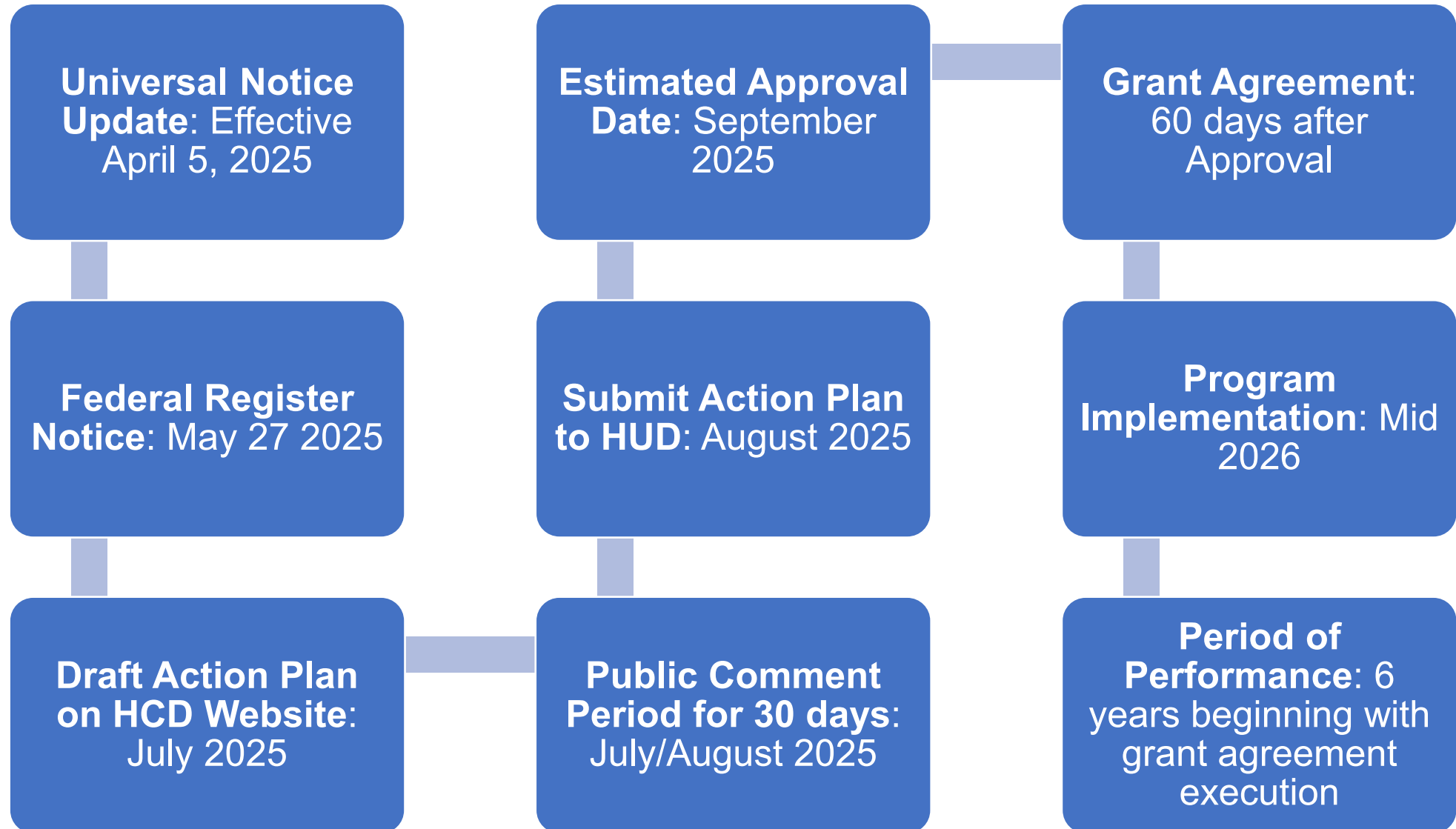


# What's Next?

---



# DR 4683 CDBG-DR Timeline





# Contact Information

## **Leadership Contacts**

Maziar Movassaghi - Assistant Deputy Director  
[Maziar.Movassaghi@hcd.ca.gov](mailto:Maziar.Movassaghi@hcd.ca.gov)

Clay Kerchof - Policy & Operations Branch Chief  
[Clay.Kerchof@hcd.ca.gov](mailto:Clay.Kerchof@hcd.ca.gov)

Stacy Rodgers – Single-Family Housing Branch Chief  
[Stacy.Rodgers@hcd.ca.gov](mailto:Stacy.Rodgers@hcd.ca.gov)

Joe Harney – Multifamily Housing Branch Chief  
[Joe.Harney@hcd.ca.gov](mailto:Joe.Harney@hcd.ca.gov)

Patrice Clemons – Community Development Branch Chief  
[Patrice.Clemons@hcd.ca.gov](mailto:Patrice.Clemons@hcd.ca.gov)

## **Disaster Recovery Specialists**

Tristan Lanza, Policy & Planning Specialist  
[Tristan.Lanza@hcd.ca.gov](mailto:Tristan.Lanza@hcd.ca.gov)

Paul Glushku, Policy & Planning Specialist  
[Paul.Glushku@hcd.ca.gov](mailto:Paul.Glushku@hcd.ca.gov)

Catherine Hernandez-Browner – Infrastructure and  
Community Development Specialist  
[Catherine.Hernandez-Browner@hcd.ca.gov](mailto:Catherine.Hernandez-Browner@hcd.ca.gov)

## **General Contact**

[Disaster.recovery@hcd.ca.gov](mailto:Disaster.recovery@hcd.ca.gov)