

# 2018 Community Development Block Grant (CDBG) DR – Substantial Action Plan Amendment (APA 2)

Public Meeting June 28th, 2022



#### Housekeeping

- You can access the Draft 2018 Action Plan here:
   2018 APA 2 Substantial (ca.gov)
- All participant lines are muted upon entry
- Use "Raise Hand" feature
- Use Chat for questions
- Will pause for questions and comments



- Introductions
- What are substantial amendments to Action Plans?
- Overview of changes
- Adding Homebuyer Assistance Program
- Multifamily Housing
- Infrastructure Recovery Program
- Economic Revitalization
- Open for Public Comment



#### Which Action Plans are we talking about?

- 18DR-Action Plan amendment, number two ("APA 2"), is a substantial amendment
- Proposes to add a new program, remove an existing program from the initial HUD-approved Action Plan, change program budgets in excess of the \$10- million-dollar threshold for substantial action plan amendments.
- APA 2 also clarifies existing program design for 2018 CDBG-DR funds
- Substantial amendments do require formal public comment periods.



# Overview of Amendments for 2018 CDBG-DR



## 2018 CDBG-DR APA 2: Programs Overview

#### Housing Recovery Programs

- Add Homebuyer Assistance to address the unmet recovery needs
- Add funding for Housing Counseling Program to OOR and HBA

#### Multifamily Housing Programs

- Updated eligible activity
- Infrastructure Recovery Program
  - Add Paradise Sewer Project Architecture and Engineering (A&E) direct grant.
- Economic Revitalization Programs
  - Updates to the Workforce Development Program
- Removed the Small Business Recovery Program



## 2018 CDBG-DR Proposed Budget and Programs





#### **CDBG-DR Program Budget**

Program	Original Program Allocation	APA2 Change	Revised APA2 Allocations	Percentage of Total Program Allocation
Total CDBG-DR Funds	\$1,017,399,000		\$1,017,399,000	100.0%
Housing	\$455,794,752	+28,000,000	\$483,794,752	47.55%
Owner-Occupied Rehabilitation and Reconstruction	\$205,107,638	+\$2,000,000	\$207,107,638	20.36%
Homebuyer Assistance Program		+\$26,000,000	\$26,000,000	2.56%
Multifamily/Small Rental Housing	\$250,687,114		\$250,687,114	24.64%
Infrastructure	\$317,428,488	\$347,428,488	\$347,428,488	34.15%
Local Infrastructure/FEMA Match	\$317,428,488		\$317,428,488	31.2%
Paradise Sewer A&E		\$30,000,000	\$30,000,000	2.95%
Economic Revitalization	\$40,695,960		\$40,695,960	4.0%
Workforce Development	\$40,695,960		\$40,695,960	4.0%
Planning	\$86,217,000	(\$58,000,000)	\$28,217,000	2.77%
Technical Assistance & Capacity Building	\$15,000,000		\$15,000,000	1.47%
Regional & Local Planning Activities	\$71,217,000	(\$58,000,000)	\$13,217,000	1.30%
State and Local Program Delivery	\$66,392,850		\$66,392,850	6.53%
Administration	\$50,869,950		\$50,869,950	5.0%

- HBA enables impacted homeowners to relocate out of high-risk areas or disasterdeclared areas
- Provides down payment assistance, housing adjustment incentives, closing cost assistance, housing counseling, and other supports to impacted homeowners
- Eligibility: LMI households whose primary residence was in a HUD MID and was impacted by the 2018 disasters
- Forgiven Loan Term minimum of 2 years

Program Allocation	\$25,000,000
Award Cap per Eligible Applicant	\$350,000





#### 2018 Multifamily Housing Program (MHP)

- Update Eligibility Activity
- Authorizes the clearance, demolition, removal, reconstruction, rehabilitation of buildings, and improvements
- Includes rehabilitation which promotes energy efficiency
- Includes interim assistance, and financing public or private acquisition for reconstruction or rehabilitation, and reconstruction or rehabilitation, of privately owned properties and including the renovation of closed school buildings

Program Allocation

\$250,687,114



#### 2018 Infrastructure Program

- Add Direct Funding for \$30 Million toward Architecture and Engineering (A&E) of the Paradise Sewer Project as part of the Infrastructure Program.
- Provide local governments funds for critical infrastructure recovery needs through multiple activities
  - acquisition, construction, reconstruction, or installation of public works, facilities (except for buildings for the general conduct of government), and site or other improvements

Project Allocation

\$30,000,000



## Workforce Development 2018 CDBG-DR



### **Economic Revitalization: Workforce Development Program APA 2 Changes**

- The Workforce Recovery program was renamed to the Workforce Development program
- Eligible activities were changed from economic revitalization to public services and assistance to public facilities.
  - The Program can fund workforce training, supportive services, acquisition and construction improvements for training facilities.
- National Objective changed from low-to-moderate income jobs to low-to-moderate income clientele
- Delivery section clarified to include jurisdictions and other eligible entities.
- The eligible and ineligible cost section was updated to reflect more specific examples of eligible workforce development training.
- Removed the prioritization tiers for location and income.

Program Allocation

\$40,695,960



#### **Workforce Development Program Allocations**

- Funding is available to subrecipients based on a formula that calculated a
  proportionate share of the total program allocation based on the disaster impacts
  and unmet need in each region.
- The allocation formula utilizes a weighted methodology to prioritize four data points;
  - forty percent for existing relevant workforce training resources,
  - twenty-five percent for disaster unemployment claims ratio,
  - twenty percent for damaged structure ratio,
  - and fifteen percent for regional need.

Eligible County	Regional Grant Allocation (%)	Regional Grant Allocation (\$)
Butte County	46.06%	\$ 18,742,117.42
Lake County	16.32%	\$ 6,642,191.11
Shasta County	14.98%	\$ 6,096,458.29
Los Angeles County	8.07%	\$ 3,283,960.49
Ventura County	14.57%	\$ 5,930,215.29
Total:	100%	\$40,695,960.00



#### **Public Comment**

- Review the draft document here: <u>2018 APA 2</u> <u>Substantial (ca.gov)</u>
- Submit your comment and/or question via chat feature during this meeting
- Submit your comment and/or question via email: disasterrecovery@hcd.ca.gov



#### **CDBG DR - Website Information**

Home > Grants & Funding > Disaster Recovery & Mitigation > Disaster Recovery Outreach and Partnership

### Disaster Recovery Outreach and Partnership

HCD works with an array of federal and local partners to support recovery and reaches out to those in impacted areas in need of its services and guidance.

#### In This Section





#### Sign up for HCD Email: www.hcd.ca.gov



Home > Contact

#### Contact

#### For inquiries and questions

**Registration and Titling:** 

(800) 952-8356 (800) 735-2929 (TTY)





#### **Public Comment**

We will now begin public comment



#### **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