

2017 Community Development Block Grant (CDBG-DR) – Substantial Action Plan Amendment (APA 4)

Public Comment Meeting
July 10th, 2024





Agenda

- Introductions
- Action Plan Amendment and Allocation
- Overview of Changes of the 2017 CDBG DR APA 4
- Program Changes to 2017 APA 4
- Budget Changes to 2017 APA 4
- Next Steps
- Open for Public Comment



Housekeeping

- You can access the **Draft Action Plans** here:
 - 2017 CDBG-DR APA 4
- All participant lines are muted upon entry
- Use "Raise Hand" feature
- Use Chat for questions
- Open for public comment at the end of the presentation



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



Why are Action Plans Amended?

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



2017 CDBG DR

- **2017 CDBG-DR** HUD Allocation on August 14, 2018, **\$124,155,000** for DR-4344 and DR-4353;
- \$38 Million Allocation on Jan 27, 2020.
 - Combined total two grants for 2017 CDBG-DR is \$162,212,527
- **✓ 2017 CDBG-DR Action Plan Amendment #4 Changes:**
 - Substantial Amendment
 - Updates Owner-Occupied (RecoverCA) and Multifamily Rental Housing Program, and
 - Adds new Homebuyer Assistance Program



Action Plan Amendment Timeline

- Substantial Amendments require formal public comment period
 - June 17 to July 17, 2024: Public Review Period
 - Virtual Meetings with local governments and disaster survivors
 - July 10th and July 11th
 - August 2024: Submit Action Plan to HUD
 - HUD review & approve (60 days)
 - Fall 2024: Program Implementation

Overview of Changes for 2017 CDBG-DR APA 4





2017 CDBG-DR Budget Changes

PROGRAM	CURRENT ALLOCATION		APA 4 PROPOSAL		
	PROGRAM ALLOCATION	PERCENTAGE OF TOTAL		PROGRAM ALLOCATION	PERCENTAGE OF TOTAL
Housing Programs	\$117,947,250	73%		\$117,947,250	73%
Owner Occupied	\$47,627,648	29%	(\$26,150,000)	\$21,477,648	18%
Multi-Family	\$70,319,602	43%	\$16,000,000	\$86,319,602	73%
Homebuyer Assistance	\$0	0%	\$10,150,000	\$10,150,000	9%
Infrastructure	\$36,154,651	22%		\$36,154,651	22%
Administration	\$8,110,625	5%		\$8,110,625	5%
Total CDBG-DR Funds	\$162,212,527	100.0%		\$162,212,527	100.0%



Proposed Changes to OOR

Owner Occupied Rehabilitation and Reconstruction Program (OOR)

- Closed out Program to new applicants as of January 31, 2024.
 - ✓ Awarded 10 Projects; 14 applications are in pre-construction.
 - ✓ Allow construction for those who have submitted and approved applications before January 31, 2024.
- Received few applications after:
 - ✓ Policy changes to make it easier to apply and expanding eligibility
 - ✓ Extensive outreach from March 2023 to January 2024



Add: Homebuyer Assistance Program (HBA)

- HBA enables impacted homeowners to relocate out of high-risk areas or disasterdeclared areas
- 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 high or very high Fire Hazard Severity Zone in a HUD 2017 MID
- Forgiven Loan Term minimum of 5 years

Program Allocation (Awards)	\$10,150,000
Award Cap per Eligible Applicant	\$350,000



Proposed Changes to DR-MHP

❖ Disaster Recovery Multifamily Housing Program (DR-MHP)

- Increase program budget by moving \$16 Million from OOR to DR-MHP
 - ✓ Approx. \$6 Million will be used to adjust Activity Delivery Cost
 - ✓ Remainder of funds will be allocated to MID projects already underwritten by DR-MHP and conditionally approved
 - ✓ One project in the 2017 MID area has a remaining funding gap.
 - ✓ This amendment will add the \$10 million to the City of Clearlake to fill that funding gap.



What's Next

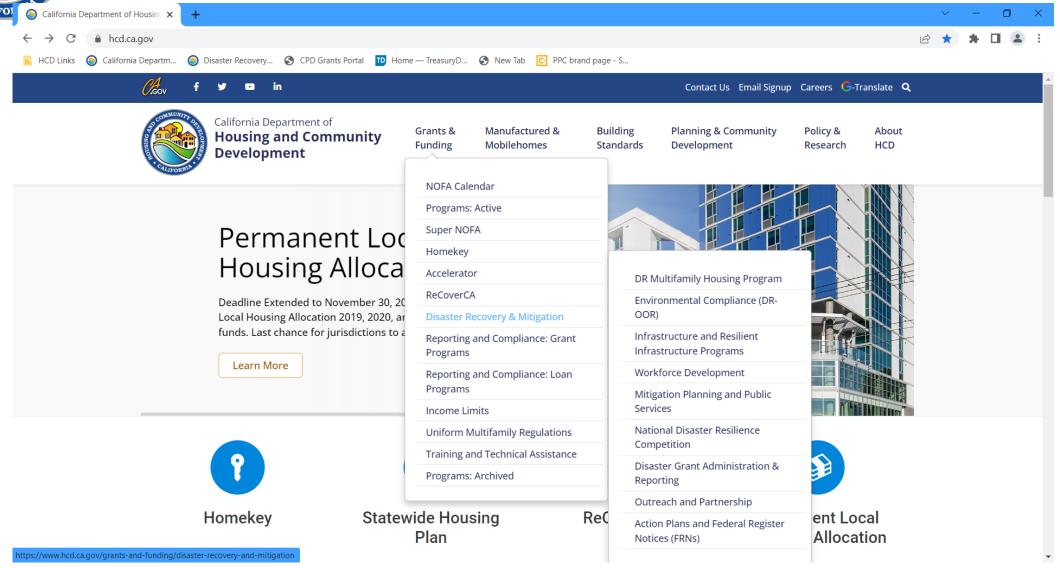
- 2017 APA 4 Public Comment will start on June 17 to July 17, 2024
- Review the draft document on HCD Website here:
 - 2017 CDBG-DR APA 4
- Attend Public Comment Meetings on:
 - July 10th English at 6pm
 - July 11th Spanish at 6pm
- Provide Public Comment till July 17th, 2024.

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

ReCoverCA
California
HCD provides
assistance to



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 **Program**

Workforce Development (DR-Workforce)

governments, community colleges, and

nonprofits in affected areas develop their

workforces' skills to help their economies

develop and recover after disasters.

View Workforce Development

DR-Workforce helps fund local

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

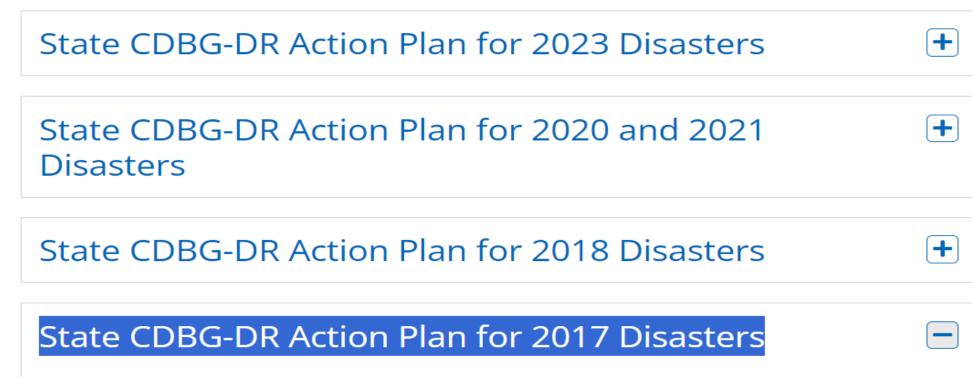
Action Plans and applicable Federal Register Notices.

Disaster Grant Administration & Reporting

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

Action Plans and Federal Register Notices (FRNs)

Action Plans govern the activities HCD uses CDBG-DR/MIT funds for. Each disaster year has a separate FRN granting allocations, each of which has its particular Action Plan and Amendments there to.



- 2017 State CDBG-Disaster Recovery Action Plan English (PDF) / Spanish (PDF)
 - 2017 State CDBG-Disaster Recovery Action Plan Approval Letter (PDF)
 - 2017 State CDBG-Disaster Recovery Action Plan Summary (PDF) Updated 3/6/2020 (New

Questions and Public Comment





THANK YOU

Contact Information

HCD Disaster Recovery Unit DisasterRecovery@hcd.ca.gov