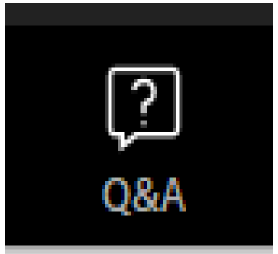
ESG Office Hours – Spotlight Series

Wrapping up 2024 Contracts

July 21, 2026

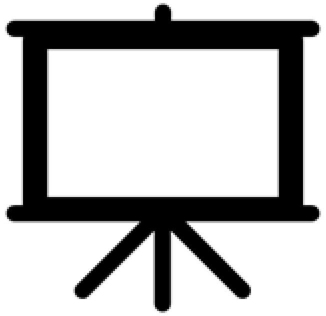
QUESTION FORMAT

- All questions must be submitted in the Question and Answer (Q&A) box
- Please include your name and organization name
- The team will read the question out loud at the end of the presentation. We will also answer in the Q&A box as applicable.
- All questions and answers entered into the Q&A box will be recorded as part of the public record.



SLIDES AND RECORDING

- Both the slides and recording will be available to all participants on the ESG webpage within two to three weeks of today's event. .



Today's Agenda

1. ESG Program Updates

2. Spotlight Series: Wrapping up 2024 Contracts

3. Q & A and Technical Assistance

ESG Program Updates

- Annual Performance Reporting (APR)
- Joint Office Hours efforts are ending this month
- New Zoom Invite

ESG Program Updates

- <u>ESG Office Hours</u>
  - 3rd Wednesday of the Month from 10am-11am
  - New Zoom invite in email this week

- Wednesday, August 19th – 10am-11am

ESG GRANT REPRESENTATIVES

Sam Lieu	Sam.Lieu@hcd.ca.gov
Giovanni Martinez	Giovanni.Martinez@hcd.ca.gov
Ryan Un	Ryan.Un@hcd.ca.gov

Please reach out to your ESG representative listed above or contact us at the ESG NOFA inbox

ESGNOFA@hcd.ca.gov

Questions?

ESG Office Hours – Spotlight Series

Wrapping up 2024 Contracts

Agenda

- ✓ Closing out 2024 Contracts
- ✓ ESG Recapture Policy
- ✓ Monitoring of 2024 Contracts
- ✓ Q&A

Closing out 2024 Contracts

- Expenditure Deadline – 75% of Total Award
    - **August 27, 2026**
- Expenditure Deadline – 100% of Total Award
    - **September 25, 2026**
- Last Day to Submit a 2024 RFF
    - **October 25, 2026**

Closing out 2024 Contracts

- Submitting Final 2024 RFF
  - Include a signed Certificate of Completion
  - Grant Representative will notify you of final grant closeout
  - Spend all of 2024 funds prior to submitting a 2025 RFF

ESG Recapture Policy

§ 207. Award of Funds
ESG funds shall be disbursed pursuant to the terms of the Standard Agreement.

The Department will require the first RFF be submitted within 120 days from the date of Standard Agreement execution. Subsequent RFFs must be submitted no less than quarterly. Funds not drawn in a timely manner may be recaptured and reallocated as described in the Standard Agreement. All expenditures claimed in a request for disbursement must be eligible,

ESG Recapture Policy

Annual Funding Cycle 2024 - 2026	
Expenditure Deadline (75 percent of total award)	August 27, 2026 Maximum Recapture (as a percentage of total award) is the difference between 75 percent of the total award and the amount drawn in IDIS[1][1] as of August 28, 2026.
Expenditure Deadline (100 percent of total award)	September 25, 2026 Requests for reimbursement can occur until October 25, 2026. Maximum Recapture (as a percentage of total award) is the difference between 100 percent of the total award and the amount drawn in IDIS as of November 24, 2026.
Annual Funding Cycle 2025 - 2027	
Commitment of ESG Funds (Standard Agreement Amendment #1 Execution)	January 2026 (Approximately 90 days from HUD-Department FY2025 Grant Agreement Execution)

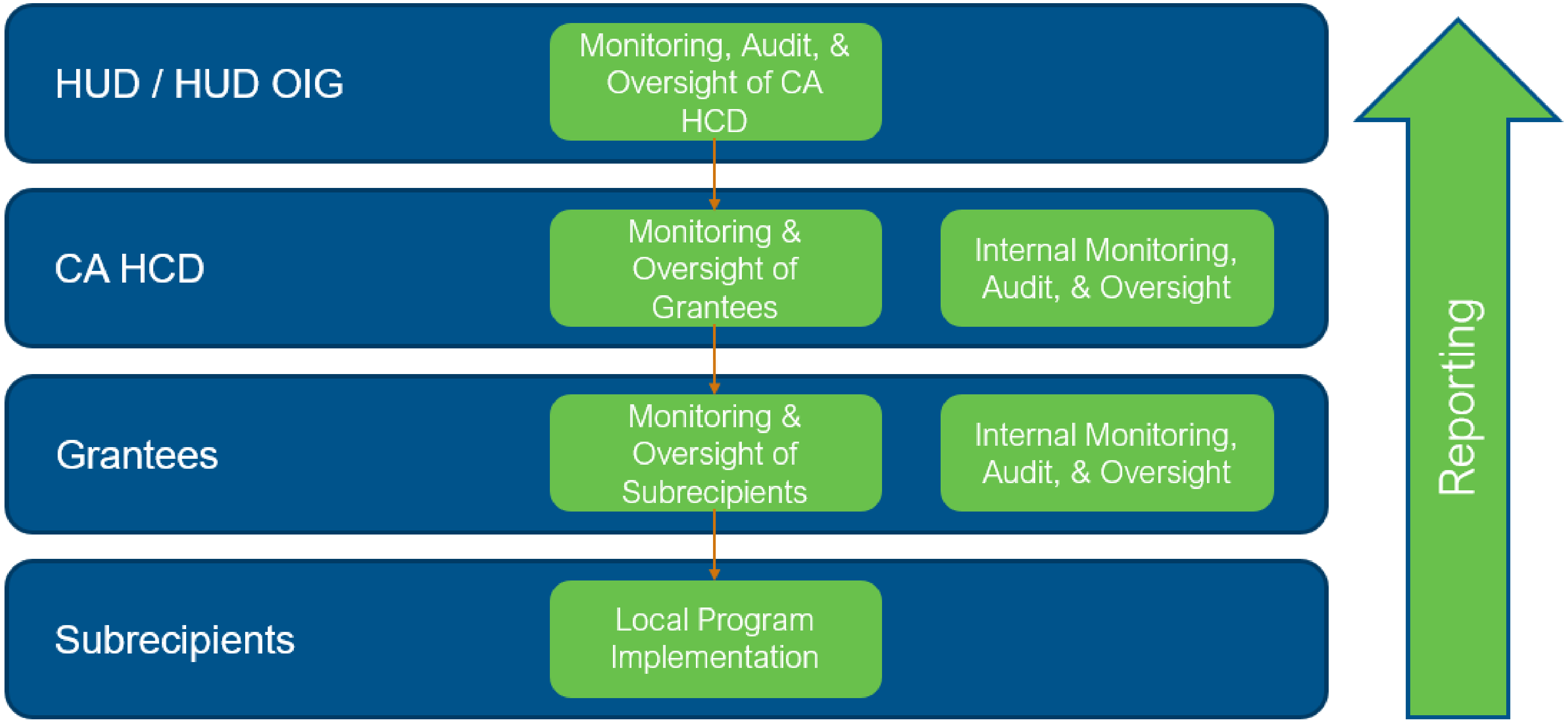
ESG Recapture Policy

- Reaching out to grantees at risk of not meeting expenditure deadlines/requirements
- ESG reps will work with grantees to get funds expended in timely manner
- If unable to expend funds, ESG will determine percentage of funds that need to be recaptured
- Reduce grantee award and amend Standard Agreement

ESG Subrecipient Monitoring

- The State of California's Department of Housing and Community Development (HCD) is responsible for ensuring its ESG-funded activities are implemented in accordance with all program regulations, state guidelines, risk management, and grant requirements.
- HCD's subrecipients are <u>required</u> to monitor their sub-subrecipients' programs, functions, or activities funded by its ESG sub-award.
- Monitoring is not limited to a one-time event but is rather an ongoing process that assesses the quality of ESG-funded program performance over the life of the contract and involves continuous communication and evaluation.
- The goal of this process is to assist ESG-funded programs with improving performance, increasing capacity, avoiding or remedying instances of non-compliance, fraud, waste, and abuse, and highlighting grantee best practices & accomplishments.

Roles and Responsibilities



Monitoring of 2024 Contracts

- HCD ESG will be conducting Annual Monitoring of 2024 Contracts
- Awards with Emergency Shelter component
- Reviewing contracts and identifying those grantees selected for 2024 Annual Monitoring
- Expenditure requirements, RFF submittal, operations, annual reporting requirements, etc.
- Intent to Monitor Letters will be sent out 1st week of August

Monitoring of 2024 Contracts

- Monitoring of 2024 contracts will take place approximately August through October of this year.

- Moving forward, monitoring will take place on a annual basis.
  - In 2027, HCD ESG will be monitoring 2025 contracts.
  - Mini Monitoring of RFFs will continue

Questions?

Thank you!

Thank you for your participation. Your feedback helps us in our efforts to promote safe, affordable homes and vibrant, inclusive, sustainable communities for all Californians.

For more information, or to send a comment or question, please email ESGNOFA@hcd.ca.gov

ESG Resources

- ESG Webpage:

  [Emergency Solutions Grants Program (ESG) | California Department of Housing and Community Development]

- ESG Program Team Contact:

  ESGNOFA@hcd.ca.gov

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Follow us on X (Twitter): @California_HCD

Follow us on LinkedIn: /company/californiahcd

HAVE A GREAT DAY

Next Office Hours – Wednesday, August 19, 2026

10:00AM – 11:00AM