City Fiscal Tracking and Federal Reimbursement Initiative

Webinar #5: HUD CDBG Funds
Wednesday, December 2, 2020
2:00PM EDT
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US Conference of Mayors
Rose Gill and Adam Freed
Bloomberg Philanthropies
City Fiscal Tracking and Reimbursement Resources

Webinar #1: Recovery Experts
April 7, 2020

Webinar #2: FEMA Officials
May 4, 2020

Webinar #3: CDBG Funds
June 16, 2020

Webinar #4: FEMA Reimbursements
October 22, 2020

Jessie Handforth Kome
Director of Office of Block Grant Assistance
US Department of Housing and Urban Development
Using CDBG CARES Act Funds to Support Coronavirus Response
December 2020
CARES Act Refresher

• Enacted March 27, 2020
• Provides $5 billion for CDBG coronavirus grants; self-implementing flexibilities; all funds allocated
• Notice applicable August 7, 2020
  – Includes additional statutory and regulatory waivers and alternative requirements
  – Stays close to main CDBG to take advantage of grantee know-how about the “chassis”
Innovation and Strategy

• HUD sets out the general framework
  – Eligibility, national objectives, citizen participation, financial management
• CDBG grantees design their programs to meet local needs and objectives
• Innovation often happens as grantees adapt programs to meet new needs
• Strategy happens in deciding how to deploy different assets and resources
Federal Register Notice

- CDBG regulations and IDIS instructions are the CDBG-CV core requirements
- Notice provided additional guidance for CDBG-CV and Fy2019/2020 annual grants
  - Self-implementing provisions
  - Regulatory waivers
  - Statutory suspensions for major disaster declarations
  - Duplication of benefits discussion
Tieback

• All CDBG-CV activities must prepare for, prevent, respond to coronavirus
  – Modify a neighborhood shopping area to support social distancing, better sanitation, safe curbside pickup, hand-washing
  – Assist small businesses or food banks to retrofit HVAC or enable contactless guest service
  – Provide services to quarantined seniors
  – Pro tip: Fund the activity – not the entity
Duplication of Benefits

- CDBG-CV grantees **must have policies and procedures to prevent the duplication of benefits**, which means grant funds cannot be used to pay costs if another source of financial assistance is paying that cost.
Technical Support

• HUD launched a $10M technical assistance effort including:
  – See HUD Exchange CDBG-CV page at https://www.hudexchange.info/programs/cdbg-cv/ for Webinars, tools, on-call, and peer-to-peer TA

• Planning for a training conference and problem-solving clinics in 2021 (virtual)

• Communications strategy to move expertise to grantees via field staff, TA providers and make sure issues rise to HUD quickly
Emerging Data

• As of 11/16/2020, $5 billion CDBG-CV allocated, $2,065,333,078 available in lines of credit.

• Grantees are setting up activities in IDIS:
  – Public Services
    – Emergency payments for rent/mortgage/subsistence
    – Seniors, Youth, Health, Food
  – Economic Development, retain or pivot
    – Small business
    – Micro-enterprise
  – Housing
  – Public Facilities and Improvements
Emerging Data: Status of Grants

• ~1000+ of ~1230 CDBG-CV grantees have executed grants for $2+ billion
• Around 100 not yet applied for any round
• Many amending now to add round 2 and 3 allocation amounts to the grant
• About $120 million in funds drawn down; 12 grantees >90% disbursed

Data as of 11/16/2020 from HUD financial systems
Strategies

• Identify your local objective, then figure out solutions.

• Communicate intentionally – create “channels”
  – Identify stakeholders
  – Ask stakeholders for unmet needs, feedback on logjams
  – Inform stakeholders about available resources/status

• Do two things at once:
  – Paperwork for tieback to coronavirus and urgent need national objective overlap
  – Underwriting for small business and DOB overlap
  – Solve both short- and long-term problems
Strategies

• Strategies and examples included in TA webinars and quick guides on hudexchange.info.
• Search for CDBG-CV plans/amendments on the web – see what other grantees are doing
• Don’t forget to talk to your county, and state CDBG and ESG agencies.
• Help a smaller city by sharing capacity
Questions and Thank you!

https://www.hudexchange.info/programs/cdbg-cv/

https://www.hud.gov/program_offices/comm_planning/cdbg_programs_covid-19
Tom Cochran
CEO and Executive Director
US Conference of Mayors
Thank you for attending.

Please take a moment and complete a brief feedback survey.

Survey will open upon the conclusion of this webinar.