



# HUD CPD Update

Bob Shumeyko, Regional Director Boston CPD Regional Office

NCDA Region I Spring Meeting April 1, 2021



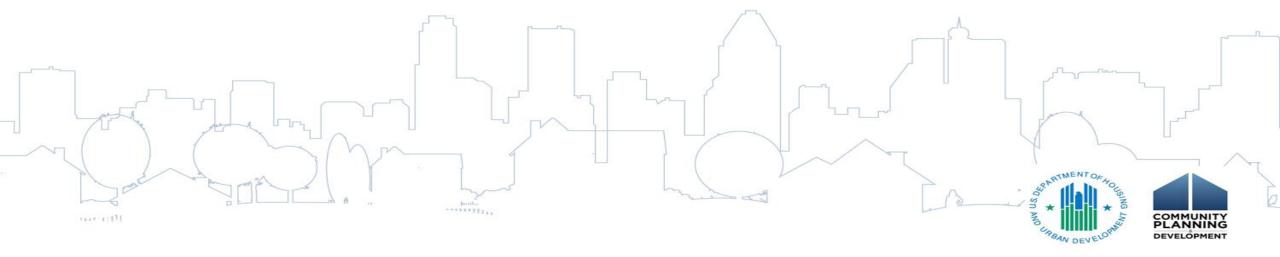
### Overview

- American Rescue Plan Homelessness Assistance and Supportive Services Funds
- FY21 remote monitoring
- 2014 CDBG fund cancellation
- ESG-CV updates
- Submission deadlines
- CDBG timely expenditure
- 2020 Continuum of Care renewal process

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• Q & A

## American Rescue Plan: Homelessness Assistance and Supportive Services



### American Rescue Plan: Homelessness Assistance and Supportive Services

- Provides \$5 billion of supplemental HOME Program funds for housing, shelter and supportive services for qualifying populations
- Will be allocated using HOME formula to all FY 2021 HOME PJs
  - For local Participating Jurisdictions, allocation will be approximately 3.6 x their 2021 allocations
  - Allocations must be published by April 9, 2021.
- Funds are available for expenditure until September 30, 2029.

### American Rescue Plan:

### Homelessness Assistance and Supportive Services

- Qualifying populations include people who are:
  - Homeless (McKinney-Vento definition)
  - At risk of homelessness (McKinney-Vento definition)
  - Fleeing or attempting to flee domestic violence, dating violence, stalking, sexual assault, or human trafficking
  - Other populations for whom supportive services or assistance would prevent the family's homelessness or serve those at risk of housing instability
  - Veterans and families that include a veteran family member that meets one of the preceding criteria



#### **American Rescue Plan:**

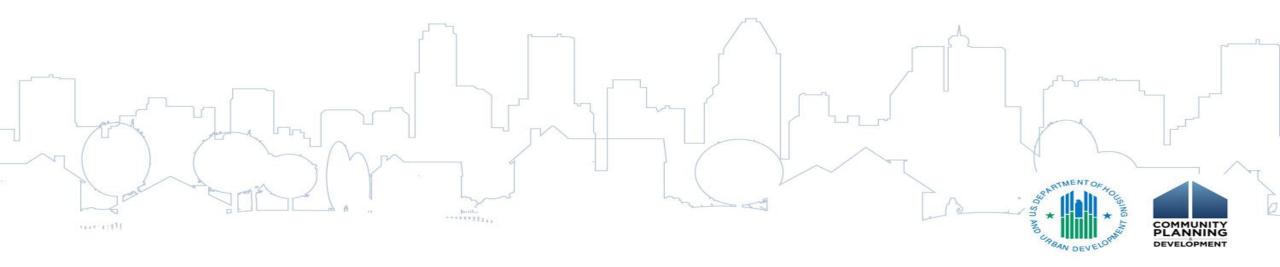
### Homelessness Assistance and Supportive Services

- Eligible Activities:
  - Tenant Based Rental Assistance
  - $\circ~$  Development of affordable housing pursuant to National Affordable Housing Act
  - Supportive services to qualifying individuals or families not already receiving such services, including:
    - Activities listed in McKinney Vento Act (CoC services)
    - Housing counseling services
    - Homeless prevention services
  - Acquisition and development of non-congregate shelter units to be used as:
    - Emergency shelter
    - Permanent supportive housing
    - Permanent affordable housing
    - Remain as non-congregate shelter

## American Rescue Plan: Homelessness Assistance and Supportive Services

- Waivers/statutory suspensions:
  - No match, commitment deadline, CHDO set-aside or max. per unit subsidy limit
  - $\,\circ\,$  Up to 15% for admin. and planning set aside
  - Up to 5% operating assistance to CHDOs and other nonprofits carrying out activities
    - $\,\circ\,$  Up to an additional 5% for CHDO capacity building
- Program implementation:
  - $\circ$  To be implemented by notice; suspensions and waivers will be included
  - $\,\circ\,$  Plan to use IDIS to request and disburse funds
  - PJs can start thinking about appropriate activities, partners, etc. but they'll need the notice to implement.





- All monitoring will be remote until further notice most likely remainder of FY21.
- Our risk analysis is complete and we're establishing our workplan proposed schedule and selection of areas for review.
- Next step is to contact selected grantees to determine proposed dates.
- Notification letters will be sent at least 30 days in advance of proposed start date (usually minimum of 15).

Grantees will have a portal to use to submit data electronically.



- Tips to prepare if you are selected:
  - $\circ$  Read the notification letter it will include a list of requested documents.
  - Review the selected monitoring exhibits these will also be listed in the notification letter and will correspond to the list of requested documents.

Community Planning and Development Monitoring Handbook 6509.2 REV-7

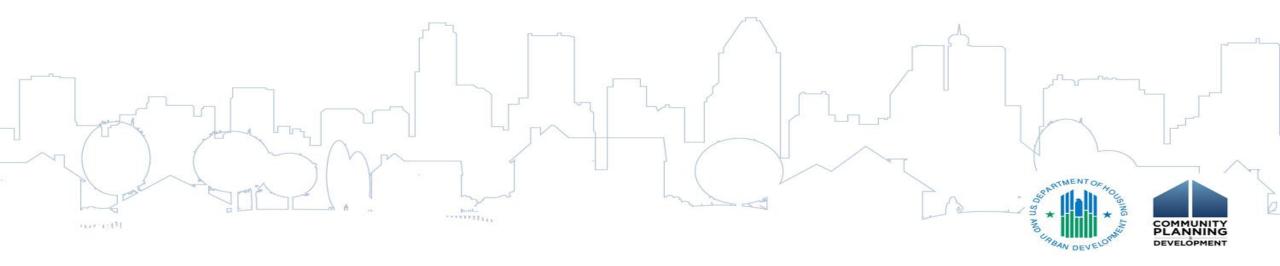
 Ask your CPD Rep is you have questions. We want to make sure you understand what's being requested.

- CARES Act Administrative Review
  - As part of our workplan, technical assistance will be targeted to CDBG-CV grantees identified as high-risk during FY 2021.
  - ESG-CV grantees may have received emails from term employees out of HUD HQ we're coordinating our efforts with them.
- CDBG-CV guidance:
  - <u>https://www.hud.gov/program\_offices/comm\_planning/cdbg\_programs\_covid-19</u>
- ESG-CV guidance:

<u>https://www.hud.gov/program\_offices/comm\_planning/homeless\_esg\_covid-19</u>



### **2014 CDBG Fund Cancellation**

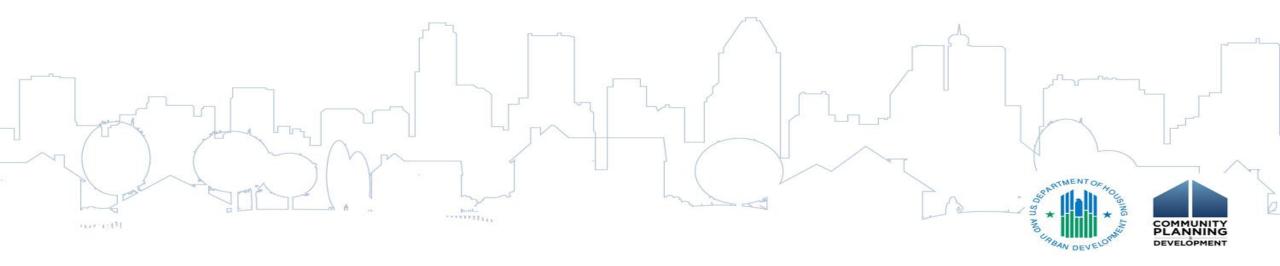


### **2014 CDBG Fund Cancellation**

- Due to grant-based accounting, this is the first year where grant balances are subject to recapture if funds are not disbursed from a grantee's line of credit after eight years.
- If you have unspent CDBG funds from 2014, you'll receive a letter from us with guidance on the expenditure of these funds by the September 11, 2021 deadline.
- Let us know if you need help determining where the 2014 funds are in IDIS.
- This is the first year of an ongoing process. Grantees should work to put a plan in place to ensure that funds are not at risk of recapture in the future.

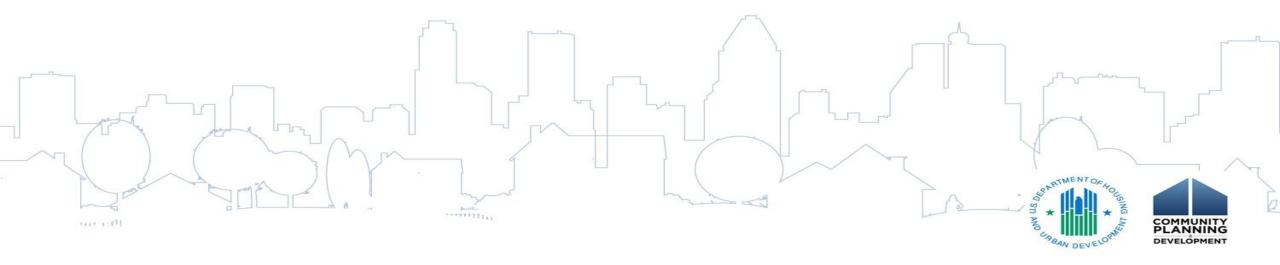


# **ESG-CV Updates**

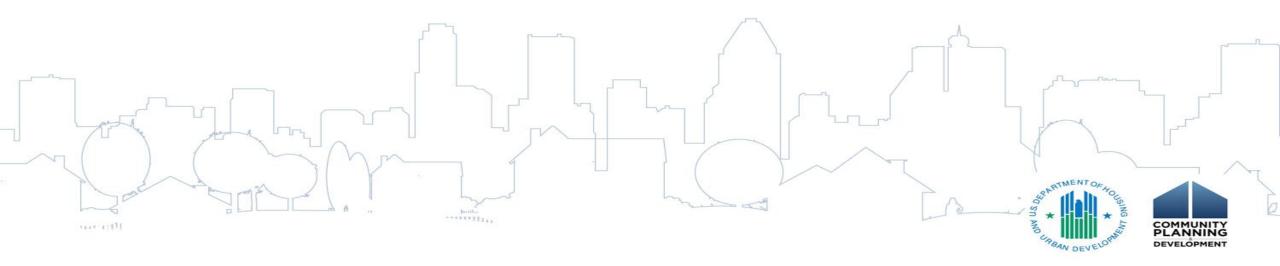


#### **ESG-CV Updates**

- Sept. 30 deadline 20% of ESG-CV funds must be expended
- ESG-CV term employees are reviewing quarterly reports submitted in Sage

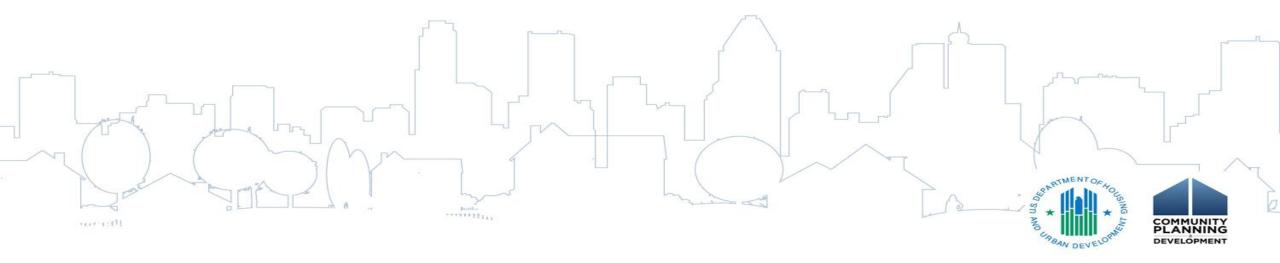


## **Submission Deadlines**

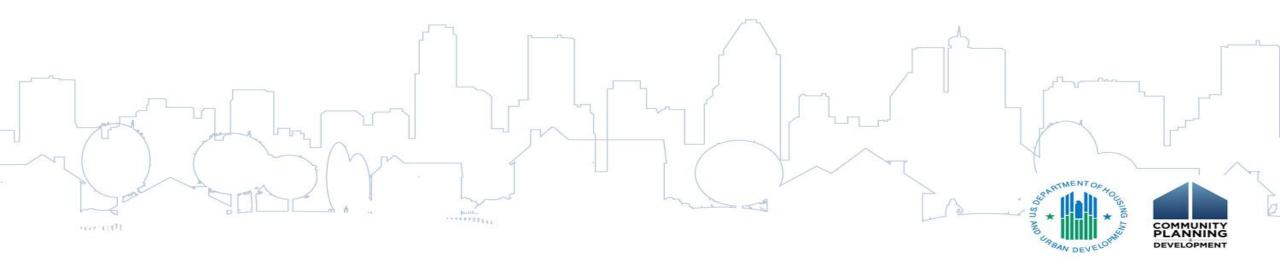


### **Submission Deadlines**

- August 16, 2021 application submission deadlines:
  - $\circ~$  All CDBG-CV and ESG-CV tranches
  - 2020 Annual Action Plans/Consolidated Plans
  - 2021 Annual Action Plans/Consolidated Plans



# **CDBG Timely Expenditure**



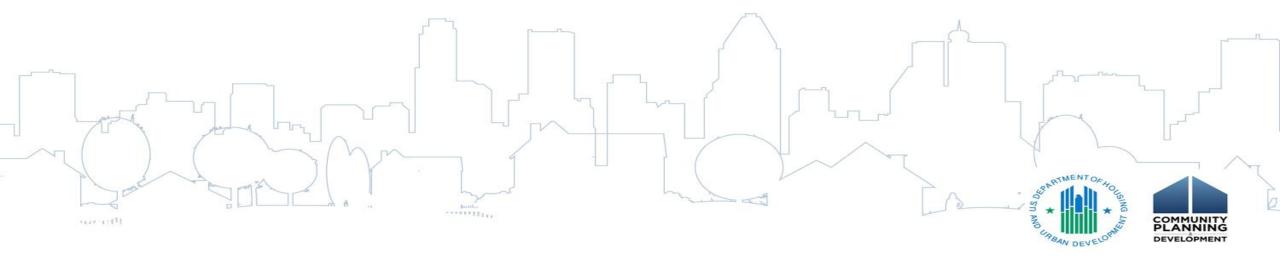
### **CDBG Timely Expenditure**

#### • CDBG timeliness test:

- Sixty days prior to the end of the grantee's current program year, the amount of entitlement grant funds available to the recipient in their line of credit cannot be more than 1.5 times their current program year grant (24 CFR 570.902(a)(1))
- March 4, 2021 Memorandum from Principal Deputy Assistant Secretary James Arthur Jemison II
  - Suspension of all corrective actions, sanctions and informal consultations through 6/30/2021
  - Suspension does not eliminate the timely expenditure requirements. HUD will continue to run expenditure reports and notify grantees when their grant fund balances increase above the timeliness standard.
    - CDBG-CV funds are excluded from the timeliness test



## **2020 Continuum of Care Renewal Process**



### **2020 Continuum of Care Renewal Process**

- In January, HUD conditionally awarded \$2.5 billion for the renewal of CoC grants expiring in 2021
- Projects will renew for one, 12-month period, without a competition
- Includes planning grants

