#### Community Development Block Grant (CDBG)



Application Workshop | January 09, 2025 | 10:00 am



City Manager's Office, Grants Division

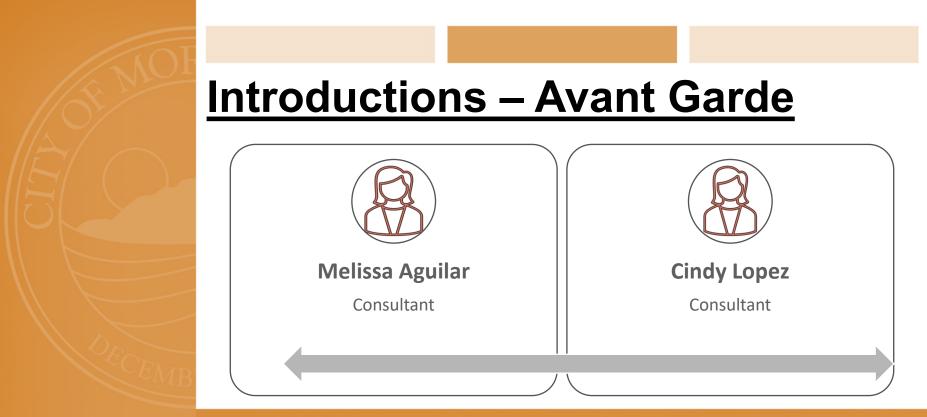


#### **Agenda**

- 1. Welcome
- 2. Introductions
- 3. Workshop Goals
- 4. 2025-26 Grant Schedule
- 5. Estimated Funding
- 6. Eligible Activities

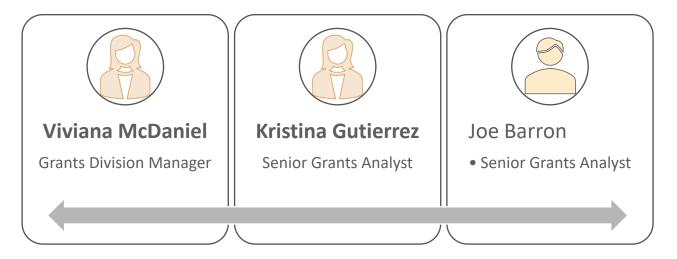
- 7. CDBG Objectives & Policies
- 8. Evaluation Criteria
- 9. Application Tips
- 10. Grant Award Process
- 11. Q&A
- 12. Resources







#### Introductions – Moreno Valley







#### **Workshop Goals**

- 1. Applicants understand the grant requirements.
- 2. Applicants know how to navigate the application packet.
- 3. Applicants understand the award process.





MOREN

WHERE DREAMS SOAR

FΥ

#### 2025-2026 Schedule

Preliminary Dates	Key Dates
Fri., Jan. 31, 2025, at 3:00pm	CDBG Applications due
Tues., Mar. 25, 2025, at 3:45 pm	Public Meeting 2: Open Technical Review Committee during Finance Subcommittee Meeting
Tues., Apr. 15, 2025, at 6:00 pm	Public Hearing 2: City Council to Review Project Recommendations as issued by the Finance Subcommittee
Tues., May 06, 2025, at 6:00 pm	Public Hearing 3: City Council to Approve Annual Action Plan
Tues., May 13, 2025	Submittal of 2025-26 Action Plan to HUD
Tues. Jul. 1, 2025	Start of the new Fiscal Year 2025-26

## **Estimated Funding**

2025-26 CDBG Anticipated Allocation	Amount	
Planning and Administration (City) – 20% of annual allocation	\$390,000	
Public Services – 15% of annual allocation	\$292,500	
Available for Other Activities – 65%	\$1,267,500	
Total Anticipated Allocation	\$1,950,000	



## **Eligible Activities**

#### (page 7 of application)

CDBG funds may be used for activities which include, but are not limited to:

- Acquisition of real property.
- Clearance and demolition of hazardous land and buildings.
- Rehabilitation of residential and non-residential structures.
- Construction of public facilities and improvements, such as water and sewer facilities, streets, neighborhood centers, and the conversion of school buildings for eligible purposes.



### **Eligible Activities - cont.**

- Public services.
- Activities relating to energy conservation and renewable energy resources.
- Provision of assistance to profit-motivated businesses to carry out economic development and job creation/retention activities or other economic development activities.



### **Eligible Activities: Public Services**

- Public services activities generally include:
  - Crime prevention/public safety, homeless services, recreation and youth programs, senior services and other specialized counseling.
- Public service programs must be a new service or an increase in the existing level of services.
  - Typically, no duplication to same individual during the program year.



#### **Eligible Activities: Economic Development**

- Economic development activities include endeavors aimed at increasing or maintaining the level of business activity in the City.
- Activities typically must create/retain permanent jobs or provide area services of which at least 51% must be made available to low- tomoderate income persons.





## **CDBG Objectives**

All the City's CDBG activities must qualify as meeting one or more of the following three National Objectives:

# Objective #1 Activities Benefiting Low- to-Moderate income Persons and/or Households.

- Objective #2 Activities Which Aid in the Prevention or Elimination of Slums or Blight.
- Objective #3 Activities Designed to Meet Community Development Needs Having a Particular Urgency.



# **Program Beneficiaries**

- City's Grant Programs must benefit Extremely Low-to-Moderate Income (LMI) persons.
- An income eligible household or participant is one whose household income is equal to or less than the extremely-low to low-moderate income limits established by HUD as demonstrated in the table on the next slide.



### **HUD Low-Mod Income Limits**

Family Size	1	2	3	4	5	6	7	8
Extremely Low (30%)	\$21,550	\$24,600	\$27,700	\$30,750	\$33,250	\$35,700	\$38,150	\$40,600
Very Low Income (50%)	\$35,900	\$41,000	\$46,100	\$51,250	\$55,350	\$59,450	\$63,550	\$67,650
Low-Mod Income (80%)	\$57,400	\$65,600	\$73,800	\$82,000	\$88,600	\$95,150	\$101,650	\$108,250



# **Meeting National Objective 1**

National Objective 1 can be met by providing:

- Direct Benefit Activities Benefit clientele where at least 51% are qualified low-mod income.
- Area Benefit Activities Benefit to areas designated at least 51% low-mod based on the HUD CDBG Census Tract Map.



## **Direct Benefit Activities**

Direct Benefit Activities include: (page 4-5 of application)
 OPublic Services Activities
 OEconomic Development Activities
 OEnergy Efficiency Improvements

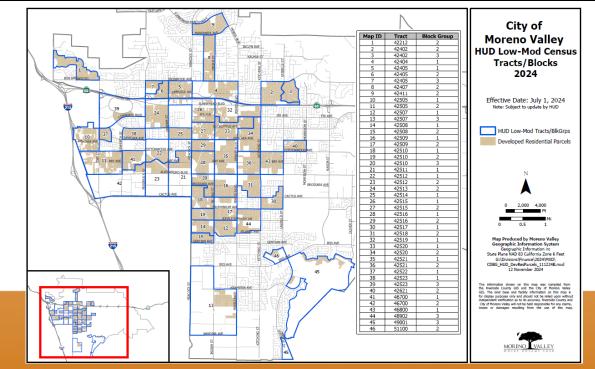


## **Area Benefit Activities**

- Area Benefit Activities include Public Improvements (e.g., street rehab).
- At least 51% of area residents must be LMI.
- HUD Census Tracts/Block map identifies these LMI areas (on next slide).
- Area served must be primarily residential.



#### **HUD Low-Mod Census Tracts**





2024 HUD Low-Mod Tracts (Page 9 of application)

# **City's Objectives & Policies**

#### Public Service Priority Ranking

- 1. 'Basic Needs' Related Social Services Programs
- 2. Community Public Safety Programs
- 3. Programs offering Low-Cost Transportation
- 4. Free/Low-Cost programs for School-Aged Youth
- 5. Fair Housing Activities
- 6. Employment Services/Programs and Job Skills Training



## **Grant Policies**

- Funding priority for local service providers and previously funded programs.
- Three (3) years of successful grant management experience preferred.
- Minimum CDBG award is \$15,000.



### **Evaluation Criteria**

page 27 of application

- Administration Capacity 20 points
- Identification/Analysis of Local Needs 10 points
- Program Design 10 points
- Reasonable Budget 10 points
- Technical Quality of Application 5 points
- Collaboration 5 bonus points



## **Evaluation Process**

- Initial Review for completeness & eligibility.
- Technical Review Committee scoring based on Evaluation Criteria.
- Finance Subcommittee Review and Recommendation.
- Final Review and Selections are made by the City Council based on identified priorities, application submission, consideration of past performance (for returning applicants).



## **Application Tips**

- Research and review the grant and the applicable requirements.
- Be familiar with the City's objectives and policies.
- Develop a realistic work plan for the grant with performance goals that are tangible and achievable.
- Proposed budget Are the proposed costs realistic and allowable for the grant and program purpose?
- Clearly answer the questions and provide all requested documentation.



## **Application Tips – cont.**

- CDBG Application Form Exhibit B
- Complete all required attachments per Section II of the application
- Ensure the signature page is complete.
- You may include any additional information to support the application



## **Application Tips: Deadline**

Applications available Via OpenGov

#### The Deadline is Friday January 31, 2025, 3:00 p.m.

CDBG:

https://procurement.opengov.com/portal/morenoval\_

ley/projects/133225



#### **Grant Award Process\***

#### **Award Notification**

- Anticipated Time: Early June
- The City sends letters notifying organizations of award selection. An acceptance letter is also sent requesting a response from the organization.

#### Agreement from HUD

- Anticipated Time: 2-4 months
- Upon obtaining a formal agreement from HUD, City staff starts processing subrecipient agreements for approval and signature by the City Manager and City Attorney.

#### **Agreement Processing & Legal Review**

- Anticipated Time: 2 Weeks
- The City Attorney's office reviews and approves all subrecipient agreements. Upon approval, the agreements are prepared and routed for subrecipients to provide review/comments.



\*Process is subject to change. Delays in processing by HUD may cause additional delays in processing subrecipient awards and agreements.

#### **Grant Award Process\***

#### **Agreements Executed**

- Anticipated Time: 1-2 weeks
- After all comments are received and addressed the final agreements are routed for internal City signatures. Once an agreement is fully executed, the subrecipient will receive a copy of the agreement and Notice to Proceed.

#### Finance Review

- Anticipated Time: 4 weeks
- The Grants Division enters the agreement and all supporting documentation into the City's Financial Operations System and a Purchase Order is created for each subrecipient.

#### **Invoice Review**

- Anticipated Time: 2 weeks
- Subrecipients are expected to submit monthly invoices to the City on the 10<sup>th</sup> of each month for review. City Staff/Consultants will review invoices for completeness, compliance, and review program deliverables via a statistical report.



\*Process is subject to change. Delays in processing by HUD may cause additional delays in processing subrecipient awards and agreements.

#### **Grant Award Process\***

#### **Invoice Submittal**

Anticipated Time: 1-2 weeks
After invoices have been reviewed and approved the Grants Division will submit the invoices to Accounts Payable to initiate the internal approval process.

#### **Payment Authorization**

- •Anticipated Time: 1-2 weeks
- •Once the invoices have obtained the necessary approvals, Accounts Payable will then issue the check to subrecipients. All payments are sent as an ACH.



\*Process is subject to change. Delays in processing by HUD may cause additional delays in processing subrecipient awards and agreements.

#### **Resources: Federal Regulations**

Subrecipients will be held to Federal Grant Regulation Standards for:

#### CDBG Title 24 CFR Part 570

Must have staff who can study, understand, and comply with the complexities of the Regulations.

https://www.ecfr.gov/current/title-24/subtitle-B/chapter-V/subchapter-C/part-570



#### **Resources: Federal Regulations**

#### Title 2 CFR 200

UNIFORM ADMINISTRATIVE REQUIREMENTS, COST PRINCIPLES, AND AUDIT REQUIREMENTS FOR FEDERAL AWARDS

Labor Standards Record Keeping Conflicts of Interest Internal Controls Purchasing Anti-Discrimination

Applies to all HUD grants and can be found at: <u>https://www.ecfr.gov/cgi-bin/text-idx?tpl=/ecfrbrowse/Title02/2cfr200\_main\_02.tpl</u>



### **Questions & Answers?**

#### For Additional Technical Assistance on the Application, contact: Grants Division, 951.413.3450, grantadmin@moval.org

