

# Community Development Block Grant

**CDBG Basics** 

## Community Development Block Grant (CDBG)

- Federal funds that are allocated annually through the U.S. Department of Housing and Urban Development (HUD)
- Wyoming's Annual Allocation has been as high as 3.5 million. Last year's allocation was approximately 2.5 million
- Cheyenne and Casper are considered Entitlement Communities and they receive their own CDBG allocation as does the Wind River Reservation.

## Eligible Applicants

- Who can apply?
  - Incorporated Cities, Towns and Counties are eligible applicants for CDBG
  - A local government sponsor can apply on behalf of a non-profit organization

## Ineligible Applicants

The Cities of Cheyenne and Casper

Tribes (IDBG)

## How many applications may be submitted?

- There are no "numerical" limits on the number of applications a local government can submit.
- Limits are measured in terms of available matching funds and capacity to manage the grant administration.
- Communities should also take into consideration the costs of the audits required.

### When are applications accepted?

- Twice a year if funds allow.
- For 2013, the deadlines are January 15<sup>th</sup> and July 15<sup>th</sup>

## **Application Types**

- Community Development
  - Accessibility
  - Community Development Infrastructure
  - Community Facilities
  - Housing Facilities or Infrastructure

## **Application Types**

- Economic Development
  - ED Infrastructure
  - Downtown Development
  - Planning and Technical Assistance

## More on Planning and TA

#### Planning

- Community and Economic Development Plans
  - \$50,000 maximum with a 25% cash match
- Housing Plans
  - \$20,000 maximum with a 25% cash match
- Site Specific Feasibility Studies
  - \$15,000 maximum with a 25% cash match

#### Technical Assistance

- Available to non-profit organizations AND for-profit businesses
  - Assists with capacity building
    - Business plans
    - Board training
    - Website designs
- \$7,500 maximum with a 25% cash match

### Homeownership Assistance

Not available to individual applicants but more likely through a non-profit organization (and through the local government)

\$40,000 Grant Maximum



### Homeownership Assistance Can...

- Subsidize interest rates and mortgage principal amounts for low and moderate income homebuyers;
- Finance the acquisition by low and moderate income homebuyers of housing that will be owner occupied by the homebuyers or will be their primary residence
- Provide up to 50 percent of any down payment required from low or moderate income homebuyer; or
- Pay reasonable closing costs (normally associated with the purchase of a home) incurred by a low or moderate income homebuyer.

## More on Homeownership Assistance....

- Direct homeownership assistance to expand homeownership opportunities for low and moderate income households. "Affordable" is defined as the total acquisition cost for a single family housing unit being less than or equal to \$160,000.
- A homeownership assistance program funded by CDBG may not be combined with a down payment assistance program or interest rate subsidy program funded by the HOME Investment Partnerships Program or the Wyoming Community Development Authority.
- Under homeownership assistance the maximum subsidy per unit is limited to \$5,000 per housing unit.

#### Lesser known...but still available

- Convertible Loans
- Float Loans
- Job Training
- Section 108



## Toto...I don't think we're in Kansas anymore...

Increasing competition for funds +

Changing federal requirements +

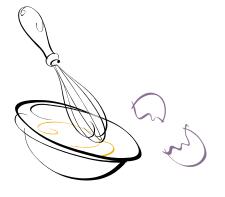
New and improved application forms and procedures (aka more information that you must provide)



## Ingredients for a Well Done CDBG Application

Contact your Regional Director at the earliest sign you may want to cook up an application!!





### What is your National Objective?

- EVERY CDBG application/project must meet one of three national objectives.
  - Urgent Need (such as disaster assistance)
  - Elimination of Slum and Blight
  - Benefit to Low and Moderate Income
    - Area benefit

## National Objective (Cont.)

- Limited Clientele
  - Abused children
  - Elderly persons
  - Battered spouses
  - Homeless persons
  - Disabled Adults
  - Illiterate Adults
  - Persons living with AIDS
  - Migrant Farm Workers
- Housing Activity
- Job creation or retention

#### **USE THE CHECKLIST**

- Each CDBG application has a checklist that will aid in insuring your application will be substantially complete.
- We reserve the right to request additional information if we deem it necessary to make a good funding decision or to better understand the project.

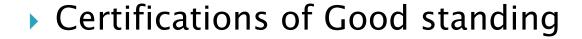
#### Checklist Items

- Certification forms
- Proof of public involvement
  - Copy of ad, publisher affidavit
  - Meeting minutes
  - Resolution
- Letters of commitment
  - Match
  - Hiring requirements



## Check...Check...1,2,3,4....

- Budget
- Financials
- Business plan
- Sub-Agreements



Site plan/information



### Performance Measures-Objectives

#### **PROJECT OBJECTIVE.** Which one will be met?

- Suitable Living Environment (Activities that benefit communities/families/individuals by addressing issues in their living environment)
- Decent Housing (Housing activities that meet individual family or community needs; should not be used for activities where housing is an element of a larger effort)
- Economic Opportunity (Activities related to economic development, commercial revitalization, and job creation)

#### Performance Measures - Outcomes

- PROJECT OUTCOME. Which one will be met?
- Availability/Accessibility (Activities that make services, infrastructure, housing, and shelter available and accessible. Note that accessibility does not only refer to physical barriers)
- Affordability (Activities that provide affordability in a variety of ways. It can include creation or maintenance of affordable housing, basic infrastructure hookups, or services such as transportation or daycare)
- Sustainability (Activities that promote livable or viable communities and neighborhoods by providing services or by reviving slums or blighted areas)

#### Other Performance Measures

- Number of unduplicated beneficiaries
- Number of Jobs created or retained
- Conditions alleviated

#### YOUR RESOURCES



- Regional Director
- WBC Website
  - www.wyomingbusiness.org
- CDBG Staff
  - Sandy Quinlan, <u>sandy.quinlan@wyo.gov</u>
  - (307) 777–2825
  - Julie Kozlowski, <u>julie.kozlowski@wyo.gov</u>
  - (307) 777–2812
  - Erika Novick, <u>erika.novick@wyo.gov</u>
  - (307) 777–2821