The purpose of this Management Memo is to inform jurisdictions that the CDBG Program (Program), with the release of this Management Memo and the 2014 NOFA, now permits water/sewer laterals to be done as a single activity within a grantee’s Housing Rehabilitation program, similar to the “weatherization” activity.

Please note that this is not a standalone activity; it is done within the Housing Rehabilitation activity (14A), which requires the completion of a full Part 5 income determination on each beneficiary applicant, with eligible beneficiaries meeting the national objective of Low/Mod Household (LMH). In addition, the grantee’s Housing Rehabilitation Program guidelines must identify that laterals are an eligible cost and under what circumstances they are permitted.

If you have any questions regarding this memorandum, please contact your CDBG Representative. A map showing all current CDBG program representative assignments is available at:

http://www.hcd.ca.gov/fa/cdbg/ContactUs.html