



## California Action Plan Summary

### UNMET NEEDS ALLOCATION: \$124 Million

- Public Law 115-123 appropriated \$124 million in Community Development Block Grant-Disaster Recovery (CDBG-DR) funds to support the State of California’s unmet recovery needs related to the FEMA Major Disaster Declarations DR-4344 in October 2017 and DR-4353 in December 2017.
- 80 percent to HUD-defined Most Impacted and Distressed (MID) areas: approximately \$99 million.
- An additional \$88 million will be spent on mitigation efforts; guidance from HUD on how to spend these funds is forthcoming.

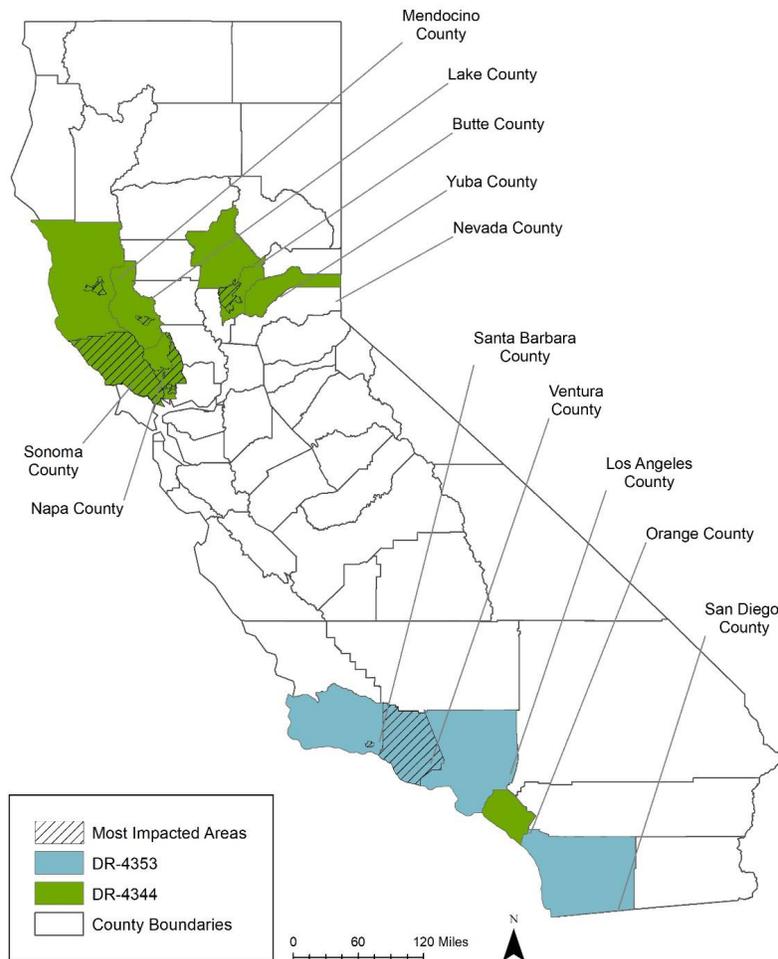
### HUD DESIGNATED MOST IMPACTED AND DISTRESSED AREAS

**Most Impacted Counties:**  
Sonoma and Ventura

**Eligible Counties:** Butte, Lake, Los Angeles, Mendocino, Napa, Nevada, Orange, San Diego, Santa Barbara, Sonoma, and Ventura.

**Most Impacted Zip Codes:**

- **95470** (Mendocino County),
- **95901** (Predominantly Yuba County),
- **94558** (Predominantly Napa County),
- **95422** (Predominantly the City of Clearlake in Lake County),
- **93108** (City of Montecito, located in Santa Barbara County)



# State of California 2018 CDBG-DR Action Plan

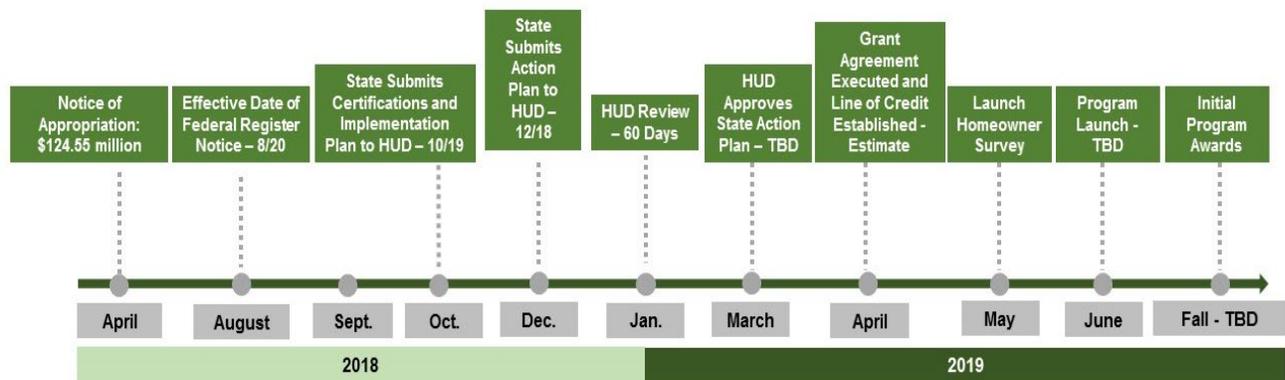
Department of Housing and Community Development



## TIMELINE FOR UNMET NEEDS ACTION PLAN

- September 8, 2017, President Donald J. Trump signed the Continuing Appropriations Act of 2018 and the Supplemental Appropriations for Disaster Relief Requirements, 2017 (Pub. L. 115-56), (Appropriations Act), which included \$7.4 billion to support response and recovery from disasters across the nation.
- August 14, 2018, HUD published the Federal Register allocating \$124 million to California.
- November 12, 2018, HCD published State Action Plan on HCD website for public comment through December 12, 2018.
- HUD has 60-days to approve the State Action Plan.

The timeline below reflects HCD's current **estimate as of 2/28/19**.



## ACTION PLAN NEXTS STEPS

### HCD NEXT STEPS

- Work with HUD to finalize unmet needs Action Plan and the Certifications and Implementation Plan.
- Launch homeowner survey to understand applicant program interest in coordination with community stakeholders.
- Develop owner occupied housing, multifamily housing, and FEMA PA match infrastructure program.
- Issue Request(s) for Proposals for consultant support to assist with CDBG-DR program and hire program staff.

### GENERAL REQUIREMENTS FROM FEDERAL REGISTER

- **Overall Benefit Requirement** – 70% of the total allocation must benefit low and moderate income households (individuals whose income is below 80% of area median income).
- **Documented Tie Back to the Disaster** – Each project must have a documented tie back to the appropriate disaster.
- **Duplication of Benefits** – CDBG-DR funds must address an identified unmet recovery need and cannot replace or duplicate other funding available to address the same need.

# State of California 2018 CDBG-DR Action Plan

Department of Housing and Community Development



- **Environmental Review** – Upon submittal of an application, work on a property must stop until the required environmental review process is completed. Once review is completed, funds can be committed to a project and work can start.
- **One for One Replacement Waiver** - One for one housing replacement requirement is waived.
- **Infrastructure Match Funding** - Funds may be used for local match of FEMA or US Army Corps of Engineers (USACE) projects (\$250K cap for USACE); all projects must comply with CDBG-DR requirements.
- **Timing of Funding** - The State must expend 100 percent of its allocation of CDBG-DR funds on eligible activities within six years of HUD’s execution of the initial grant agreement.

## UNMET NEEDS ACTION PLAN HIGHLIGHTS

### PROGRAMS TO ADMINISTER AND OVERSEE

- **Owner Occupied Housing Rehabilitation and Reconstruction Program (\$47.63 million):** Provides funding for rehabilitation and reconstruction of owner-occupied single-family homes damaged or destroyed by the 2017 disasters.
- **Multifamily Housing Program (\$66.7 million):** Provides funding for constructing apartment complexes and mixed-use developments. Preference will be given to individual renter households who were displaced due to the disasters.
- **FEMA-Public Assistance Match Infrastructure Program (\$3.53 million):** Provides funding to impacted local governments to ensure that critical utility and water control infrastructure recovery needs are met. CDBG-DR funds will be used to pay the local cost share on approved FEMA Public Assistance projects.

The following chart outlines the proposed breakdown of CDBG-DR Unmet Needs funding by program area, and funding amounts required to meet MID and LMI requirements.

Summary			Most Impacted and Distressed		LMI Requirements	
Item Breakdown	Total \$	% Total CDBG-DR Funds	Minimum \$ to MID	Maximum \$ Outside of MID	\$ LMI (Minimum)	\$ LMI (Minimum)
Owner Occupied Rehab and Reconstruction	\$47,627,648	38.36%	\$38,102,118	\$9,525,530	\$34,368,480	72.16 %
Multifamily Housing	\$66,787,799	53.79%	\$53,430,239	\$13,357,560	\$48,194,595	72.16 %
Infrastructure Program	\$3,531,803	2.84%	\$2,825,442	\$706,361	\$0	\$0.00%
State Administration	\$6,207,750	5.0%	N/A	N/A	N/A	N/A
<b>Total CDBG-DR Funds</b>	<b>\$124,155,000</b>	<b>100%</b>	<b>\$99,324,000</b>	<b>\$24,831,000</b>	<b>\$86,908,500</b>	<b>70.00 %</b>

For more information visit: <http://www.hcd.ca.gov/community-development/disaster-recovery-programs/cdbq-dr.shtml> or email [disasterrecovery@hcd.ca.gov](mailto:disasterrecovery@hcd.ca.gov).