CITY OF COLUMBUS

2025 CDBG APPLICATION RELEASE WORKSHOP



COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) BACKGROUND



U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT (HUD)

CITY OF COLUMBUS, DEPARTMENT OF FINANCE & MANAGEMENT

SUBRECIPIENTS (INTERNAL CITY DEPARTMENTS AND EXTERNAL AGENCIES)

USE FUNDING FOR ACTIVITIES THAT SERVE BENEFICIARIES

CDBG BACKGROUND

- CDBG funding is available for PY 2025 (Jan 1 Dec 31)
 - In most cases, agreements will match this term and all costs must be incurred within the year
- Funding is never guaranteed for future years
- CDBG grants are reimbursement grants
- Primary purpose of CDBG funds is to make physical improvements in communities to benefit low- to moderate-income persons
 - o Programs and services are eligible, but limited

CDBG PROCESS

We are currently undergoing the planning process for our 2025-2029 Consolidated Plan (Con Plan)

The Con Plan is carried out through
Annual Action
Plans (AAPs)

The City reports to HUD on annual outcomes in the Consolidated Annual Performance Evaluation Report (CAPER)

2025-2029 CON PLAN

Consultation/ Citizen Participation

The Con Plan requires the
City to engage with the
community in developing
the plan. These efforts
encourage alignment and
coordination between those
involved in community
development, and establish
priorities for investment of
the City's HUD funding.

Needs Assessment

The Con Plan uses standardized data sets to evaluate housing needs in the City, including identifying populations with housing problems, those with disproportionately greater needs, and homeless needs, as well as non-housing needs including for public facilities and public services.

The City can add supplemental data sets and discussion to expand on local needs.

Market Analysis

The Market Analysis supplements the Needs Assessment to help ensure that goals and strategies that are proposed to address the needs identified are designed to fit the local market. It will refine the understanding of what must be prioritized in the Strategic Plan.

Strategic Plan

The Strategic Plan sets the goals and priorities for the City's investment of HUD funds for the 5-year plan term, based on the findings of the previous three sections.

It does not establish specific projects to be funded, but all funded projects must align with one of the goals established in the plan, and the City reports annual progress towards addressing these goals.

CDBG ELIGBILITY OVERVIEW

National Objective

Establishes a basic level of eligibility by establishing the basis on which a project will benefit the public

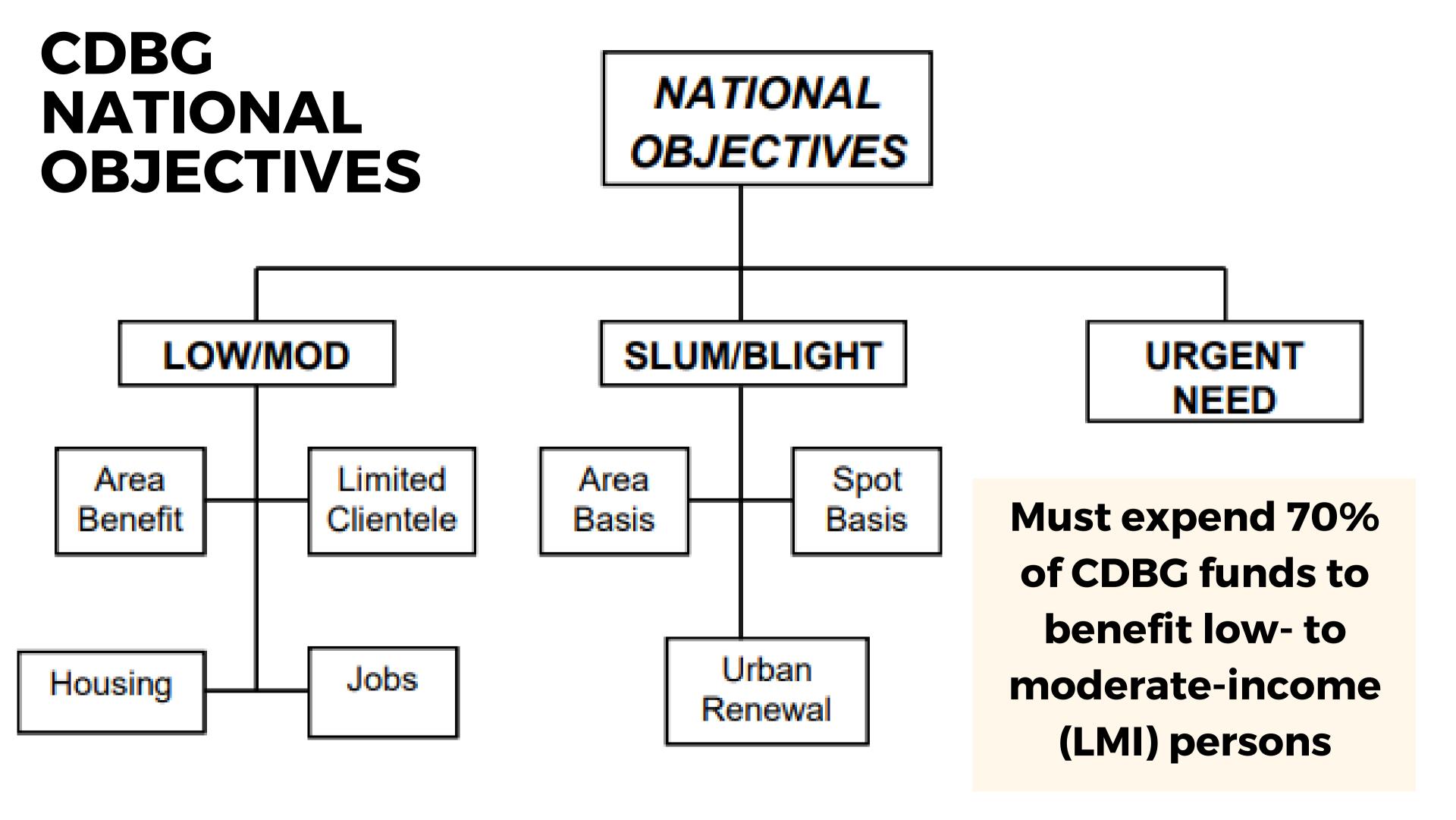
Eligible Activities

Classifies activities into authorized categories of eligibility and establishes the required documentation for the proposed activity

Allowable Costs

Costs must be reasonable, allowable, and allocable to be reimbursed with CDBG.

Requires that all costs are necessary and directly related to the grant. Also requires that costs can be directly tracked to the grant program.



LOW/MOD AREA BENEFIT

Benefits <u>all residents</u> in a particular service area where <u>at least 51% of residents are</u>
<u>LMI persons</u>

Service area must be primarily residential and the activity must meet the identified needs of LMI persons

Examples:

- Acquisition of land to be used as a neighborhood park
- Construction of a health clinic
- Improvements to public infrastructure like the installation of gutters and sidewalks;
- Development of a community center

LOW/MOD LIMITED CLIENTELE

51% of beneficiaries of an activity must be LMI

Activity qualifies based on actual number of LMI persons that benefit from the activity

Provide benefits to a specific group of persons, rather than everyone in an area

Options for qualifying:

- 1) Presumed clientele
- 2) Eligibility requirements limit participation to LMI
- 3) Documentation that 51% of participants are LMI
- 4) Nature & location indicate LMI

LOW/MOD HOUSING

Activities undertaken for the purpose of providing or improving permanent residential structures which upon completion will be occupied by LMI households

Household = All people living together

Rental housing occupancy by LMI households must be at affordable rents

- Structures with 1 unit must be occupied by an LMI household
- Structures with 2 units must have an LMI household occupying at least 1 unit
- Structures with 3 or more units must have LMI households occupying more than half of the units

LOW/MOD JOB CREATION OR RETENTION

Activities designed to create or retain permanent jobs, at least 51% of which will be made available to or held by LMI persons

Jobs counted on a permanent full time equivalent (FTE) basis

Examples:

- Clearance activities on a site slated for a new business
- Rehab activity that will correct code violations and enable a business to survive and retain jobs
- Financial assistance to a manufacturer for the expansion of its facilities that is expected to create permanent jobs
- Assistance to expand a small house cleaning service with four employees that agrees to hire three additional LMI employees

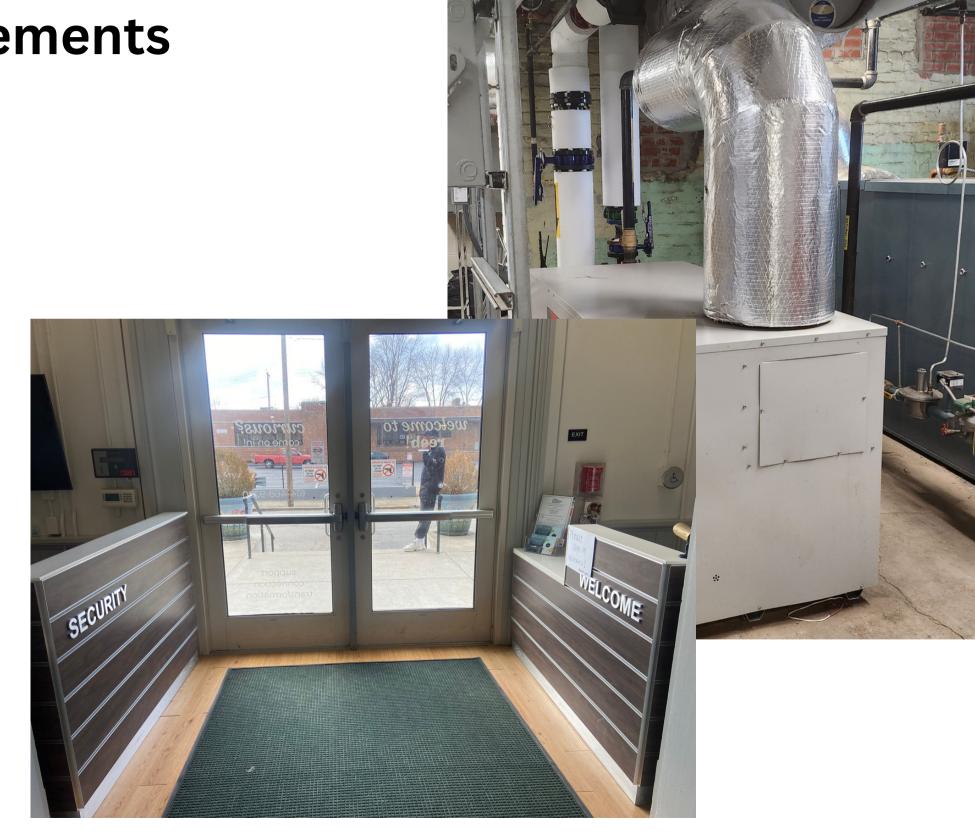
PUBLIC FACILITIES & INFRASTRUCTURE

- Infrastructure: Streets, sidewalks, water, sewer facilities/lines
- **Neighborhood facilities**: Parks, playgrounds, recreational/community centers, libraries (Must be open to the public during normal working hours)
- Facilities for special needs populations: Homeless shelters, domestic violence shelters, nursing homes, group homes for people with disabilities (Must be owned by public agency or non-profit)
- Eligible activities: Acquisition, improvements, demolition, disposition
- Ineligible activities: General maintenance and repair
- Typically qualifies under Low/Mod Area Benefit & Low/Mod Limited Clientele

PUBLIC FACILITIES & INFRASTRUCTURE

Reeb Center Improvements

- Entryway improvements increased security and accessibility
- Boiler replacement improved heating system
- Kitchenette renovation to improve capacity and code issues, improve distribution of free meals
- Community center that is open to all residents in a service area determined to be predominately LMI, which qualifies under Area Benefit National Objective



PUBLIC SERVICES

- Programming that benefits LMI persons
- 15% cap on public service activities (approx. \$1m per year)
- New service or quantifiable increase in services is highly encouraged
- Includes costs for labor, supplies, and materials
- Eligible activities: Services for seniors, services for homeless persons, recreation programs, education programs, childcare, healthcare
- Ineligible activities: General maintenance and operations, a program that does not benefit at least 51% LMI persons, political activities, income payments

PUBLIC SERVICES

Franklinton Development Association Financial Life-Skills Program

- Educational program that helps residents better navigate the complex worlds of finance and housing
- CDBG assisted with staff salaries, classroom supplies (including textbooks), and marketing materials
- Qualified under Limited Clientele
 National Objective due to documentation
 that at least 51% of program participants
 are LMI



A FLSP cohort with instructor and Community Engagement Director, Ashley Montana https://franklintondevelopment.org/flsp

HOUSING

Eligible activities:

- Emergency repair
- Spot or substantial rehab
- Homeownership assistance
- Demolition
- Disposition
- Site clearance & assemblage
- Site improvements

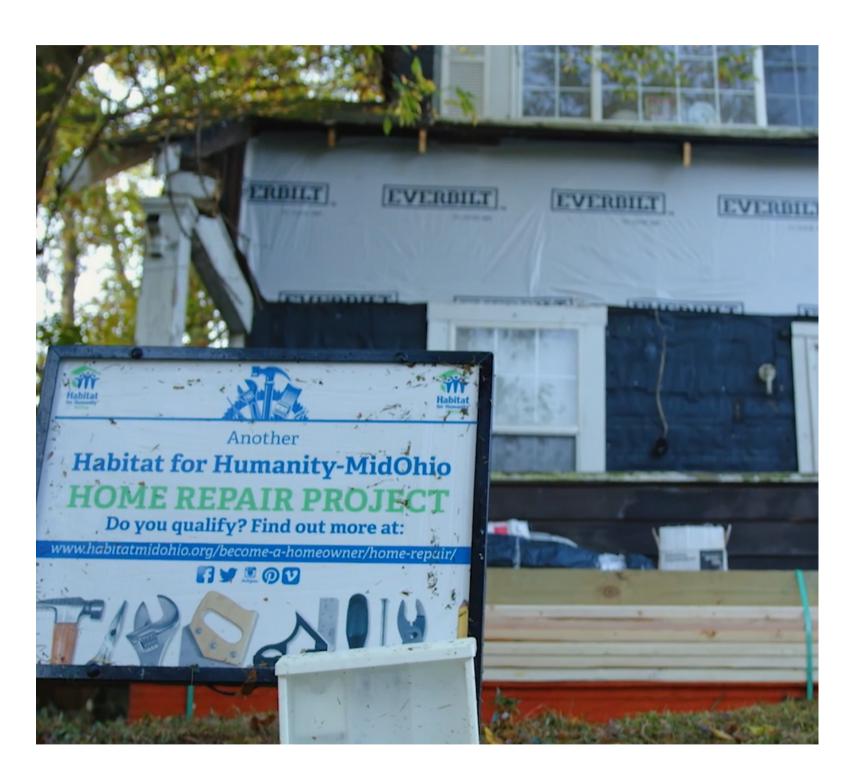
Ineligible activities:

- New construction
- Direct mortgage guarantees
- Purchase of construction equipment
- Mortgage or utility payments

HOUSING

Habitat for Humanity MidOhio Roof Repair Program

- Enables families to continue living in and maintaining a safe, decent, and affordable home
- Housing rehab activity
- LMI Housing National Objective is due to the nature and income eligibility restrictions of the program
 - Household income must be at or below 80% AMI
 - Document size and combined income of each household receiving services

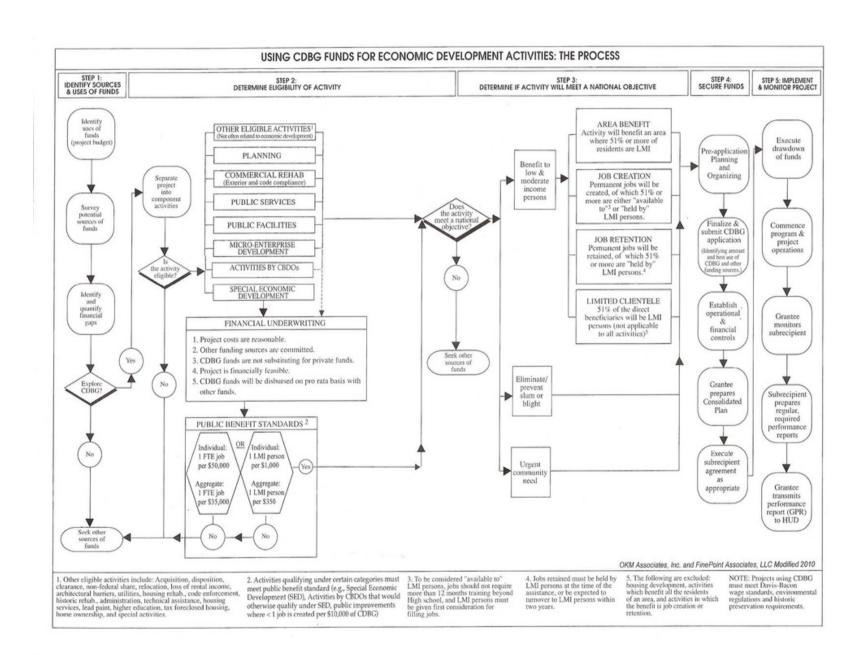


https://www.habitatmidohio.org/what-we-do/home-repair.html

ECONOMIC DEVELOPMENT

- Special Economic Development nonprofit
- Special Economic Development for profit
- Microenterprise Development (5 or fewer employees)
- Public Facilities
- Commercial Rehabilitation

In most cases, meeting a national objective for these activities requires job creation or retention outcome with written commitment, or provide at least a minimum level of public benefit in the aggregate



CDBG INELIGIBLE ACTIVITIES

Activities that are *always* ineligible:

- Improvements on buildings used for the general conduct of government
- General government expenses
- Political activities
- Explicitly religious activities

Activities that are *generally* ineligible:

- Purchase of equipment & vehicles
- Operating & maintenance expenses
- New housing construction
- Income payments

ADDITIONAL REQUIREMENTS

- Environmental Review
- Federal Labor Standards & Section 3
- Lead-Based Paint Poisoning Prevention
- Handicapped Accessibility
- Fair Housing & Equal Opportunity
- Grants Management Control Policies
- Financial Management & Recordkeeping & Audit Requirements
- Vendor Services & UEI Registration



Applications are due June 14th, 2024

2025 CDBG GRANT TIMELINE

June 14th, 2024, 11:59PM 2025 CDBG Application Due CDBG project review & scoring June 14 - August 2024 Public participation process and selection August - October 2024 of 2025 CDBG awards Columbus City Council to pass legislation October 2024 adopting draft 2025 AAP Program year begins! January 1, 2025

OPPORTUNITIES FOR CONTINUED ENGAGEMENT

2025 CDBG Application Technical Assistance Workshop

Thursday, May 2 at 3:00 PM Columbus Public Health, Auditorium 240 Parsons Avenue

1:1 technical assistance is available by request:

https://us.openforms.com/Form/0107 6a20-addf-484d-b1b4-0a4508650aa5





Stay in touch:

grantsmgmt@columbus.gov

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