

Nevada CDBG Program Overview

Nevada Governor's Office of
ECONOMIC DEVELOPMENT



WHAT IS CDBG?

CDBG is the:	Community Development Block Grant Program
Authorization:	Title 1 of HCDA of 1974; <u>1981 amendment for non-entitlement</u>
Administered nationally by:	U.S. Department of Housing and Urban Development (HUD)
In Nevada by the:	Governor's Office of Economic Development (GOED)

ENTITLEMENT or NON-ENTITLEMENT

The Non-Entitlement refers to the **State and Small Cities Program**, which is managed by the state for the benefit of non-entitlement or rural areas.

Entitlement	Non-entitlement
Cities over 50,000 in population.	Cities with fewer than 50,000 people;
Typically, the larger urban centers.	Counties with fewer than 200,000.
Receive funds directly from HUD.	Units of local government that do not receive CDBG funds directly from HUD.

HUD PROGRAM OUTCOME STATEMENTS

Develop Viable Communities by Meeting Objectives of:

- expanding economic opportunities;
- providing suitable living environment;
- providing decent housing.

ELIGIBLE APPLICANTS

27 CDBG Eligible Entities CDBG Non-entitlement		
COUNTIES	COUNTY SEAT	CITIES
Churchill	Fallon	Caliente
Douglas	Minden	Carlin
Elko	Elko	Elko
Esmeralda	Goldfield	Ely
Eureka	Eureka	Fallon
Humboldt	Winnemucca	Fernley
Lander	Battle Mountain	Lovelock
Lincoln	Pioche	Wells
Lyon	Yerington	West Wendover
Mineral County	Hawthorne	Winnemucca
Nye	Tonopah	Yerington
Pershing	Lovelock	Carson City
Storey	Virginia City	
Washoe	Reno*	
White Pine	Ely	

*Reno is Entitlement cities.
Non-entitlement areas:

- Cities with populations of less than 50,000
- Counties with populations of less than 200,000

SUB-RECIPIENTS

Cities/Counties can sponsor:

- Non- Profits
- For-Profit Businesses

The grant agreement is between the City or County and the State of Nevada.

The City or County must have a sub-recipient agreement in place, if awarded, defining the responsibilities of the City/County and the sub-recipient.

UGLG RESPONSIBILITIES

- Deciding what type of activities for which to apply
- Citizen participation
- Carrying out activities state agreed to fund
- Complying with Federal and State program requirements



STATE RESPONSIBILITIES

- Designing program
- Setting funding requirements based on Method of Distribution (MOD)
- Selecting recipients of funds allocated
- Establishing financial management, recordkeeping, reporting, monitoring and closeout procedures
- Ensuring compliance by Unit of General Local Government (UGLG)



Eligibility

To be approved, an application's project:

- ✓ must be one of HUD'S three National Objectives
and
- ✓ must meet one of HUD's eligible activities .

CDBG NATIONAL OBJECTIVES

The HCD Act requires that CDBG-funded activities meet one of the following three national objectives:

	National Objectives
#1	Benefit 51% or more LMI persons
#2	Aid in the prevention or elimination of slum or blight
#3	Address a <u>recent</u> urgent community development need

All grants must meet at least one of these National Objectives.

HUD's LMI National Objectives

Over a three (3) year period the State must ensure at least 70% of CDBG funds are used to benefit LMI persons.

Activities Benefiting LMI Persons
L/M Income – Area-Wide Benefit
L/M Income – Limited Clientele
L/M Income – Housing
L/M Income – Jobs

HUD's Slums & Blight National Objective

Addressing Slums or Blight

Addressing slums/blight on an area basis –
24 CFR 570.483 (c)(1)

Addressing slum/blight on a spot basis –
24 CFR 570.483 (c)(2)

HUD's U/N National Objective

Addressing Urgent Needs

Describe the nature & degree of seriousness on the conditions requiring assistance.

Provide evidence that the state grant recipient certified that the CDBG activity was designed to address the urgent need.

Provide information on the timing of the development of the serious condition.

Provide evidence confirming that other resources were not available.

ACTIVITY FUNDABILITY

For a project to be fundable, it must pass two tests:

- 1) Must meet a National Objective and
- 2) Must have an Eligible Activity



Refer to: Guide to National Objectives and Eligible Activities for State CDBG Program

Eligible Activities

HCDA #	ACTIVITY	EXAMPLES
105 (a)(1)	Acquisition of Real Property	Blighted, rehab, preservation, public use facilities
105 (a)(2)	Public Facilities and Improvements and Privately-Owned Utilities	Acquisition, construction, reconstruction of public works and facilities.
105 (a)(3)	Code Enforcement	Salary of code enforcement officer.
105 (a)(4)	Clearance, Rehabilitation, Reconstruction and Construction of Buildings	Clearance, rehab, reconstruction, construction of buildings.
105 (a)(5)	Architectural Barrier Removal	Removal of barriers that restrict mobility and accessibility.
105 (a)(8)	Public Service	Must be a new service or a quantifiable increase in service.
105 (a)(12)	Planning and Capacity Building	Comprehensive development plan or a plan to develop policy-planning-management capacity.

Eligible Activities

HCDA #	ACTIVITY	EXAMPLES
105 (a)(13)	Program Administration Costs	Payment of reasonable administrative costs.
105 (a)(14)	Activities Carried Out Through Nonprofit Development Organizations	
105 (a)(15)	Activities Carried Out Through Nonprofit Development Organizations	
105 (a)(16)	Energy Use Strategies, Energy Efficiency	Activities necessary to the development of energy use strategies (efficiency).
105 (a)(17)	Economic Development Assistance for For-Profit Businesses	Assistance to for-profit entities to carry out economic development.
105 (a)(20)	Housing Services	Housing services would include housing counseling, energy auditing, loan processing, etc.

Eligible Activities

HCDA #	ACTIVITY	EXAMPLES
105 (a)(21)	Assistance to Institutions of Higher Education	Assistance given when there is a demonstrated capacity to carry out activities that fall under one or more of the basic eligibility categories of CDBG.
105 (a)(22)	Micro-enterprise Assistance	Facilitates economic development through technical assistance and other support.
105 (a)(24)	Homeownership Assistance	Direct assistance to facilitate and expand home ownership among LMI persons.

Examples of Eligible Activities

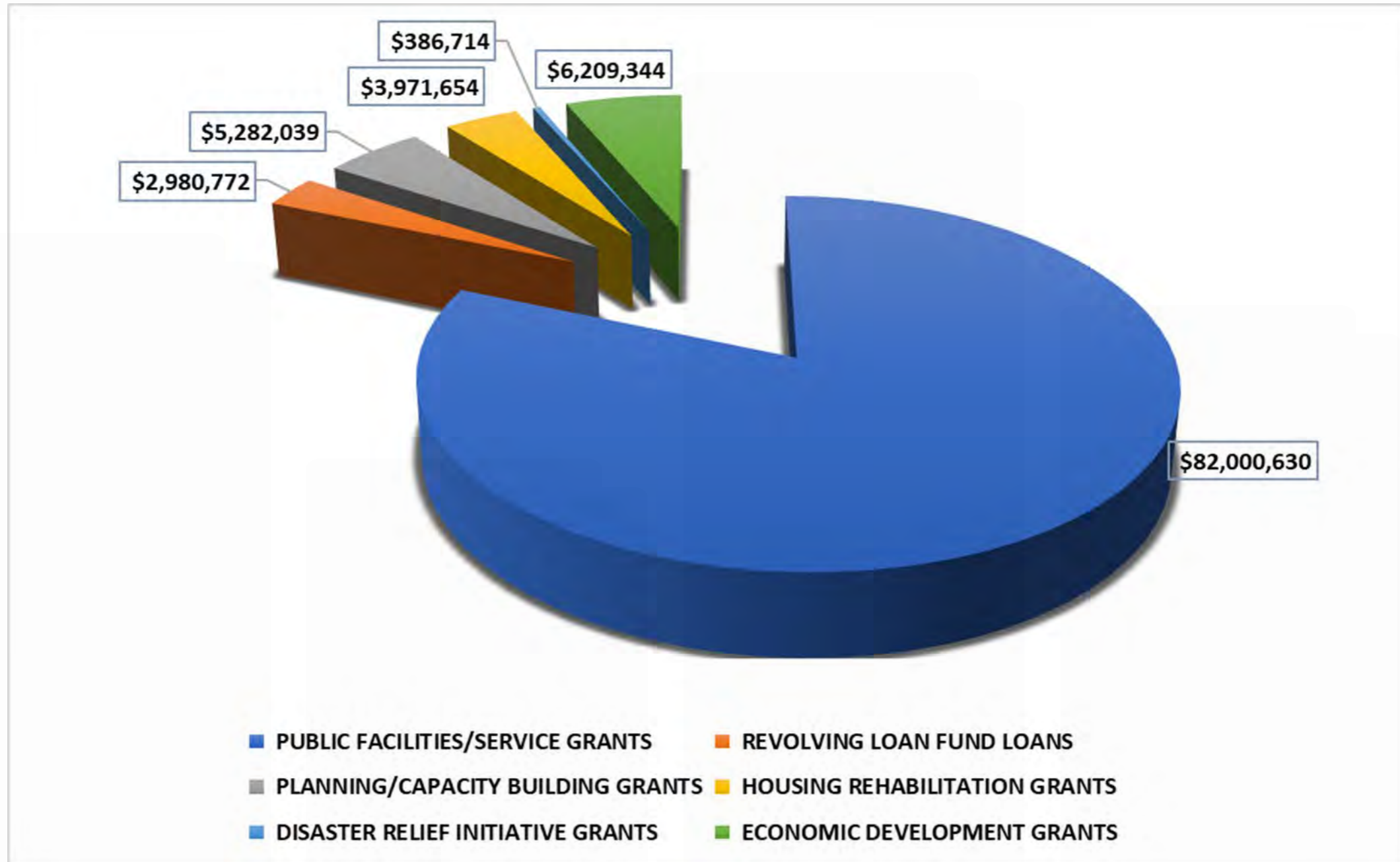
- Acquisition of property for public purposes
- Construction/ reconstruction of streets, water & sewer facilities,
- Demolition
- Rehabilitation buildings
- Planning activities

Types of Projects

- Water, wastewater and storm drain design and construction
- Streets, roads and sidewalks
- Job creation/job training
- Planning
- Downtown revitalization
- Industrial park design and construction
- Other economic development activities

CDBG INVESTMENTS 1982-2021 = \$100,831,154

Includes CDBG-CV Funding



CDBG APPLICATIONS: 2021 GRANT CYCLE

- For 2021, 22 proposed projects were received from 8 cities/counties on October 15th Eligibility due date.
- Nineteen potential projects were approved for the Application phase.
- The total request for CDBG funding on the 19 projects was \$7,062,339.
- The allocation for 2021 was \$3,549,565
Can be used as a match for other Federal funds

Application Timeline

- July 1 applicant can enter eligibility into ZoomGrants
- Mid October eligibility is submitted to CDBG
- If eligibility is approved, then applicant can start on the application
- Mid February applications are due
- Application are reviewed and funded in late March.
Awards effective July 1st – beginning of program year

Thank you!

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