

Community Development Block Grant – Disaster Recovery (CDBG-DR) Action Plan

Sharon Burkley, Senior Planner CDBG-DR Action Plan Public Hearing August 31, 2022



FORT WORTH

CDBG-DR Overview

What is CDBG-DR?

When the President declares a major disaster, Congress may appropriate funds to the Department of Housing and Urban Development (HUD) when there are significant unmet needs for long-term recovery.

How can CDBG-DR funds be used?

The special appropriation provides funds to the most impacted and distressed areas for:

- Disaster Relief
- Long-Term Recovery
- Restoration of Infrastructure
- Housing
- Economic Revitalization

Who is Eligible to Receive Funding?

Members of the public impacted by a disaster cannot receive CDBG-DR funds directly from HUD. Funds are awarded to state and local governments which become grantees. Those who receive grant money include state agencies, non-profit organizations, economic development agencies, citizens and businesses.



CDBG-DR Overview

Winter Storm Uri

- February 11, 2021 February 21, 2021
- · Record amount of snow and ice impacted the entire State of Texas
- · State power grid unable to produce electricity
- 70% of Texans lost power; 50% had not access to water

Presidential Declaration

- President Biden approved a Texas Disaster Declaration (February 20, 2021)
- FEMA-4586-DR-TX
- · Approved assistance for all areas affected by Winter Storm Uri

FEMA Assistance

- Federal Emergency Management Agency
- Established in April 1979 under President Carter (Executive Order 12127)
- · Dual mission of emergency management and civil defense
- Region VI (Denton, TX)
- · Provides assistance before, during, and after disasters

3



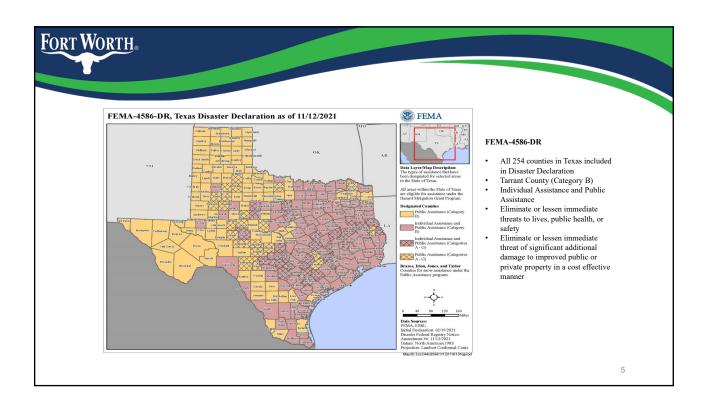
CDBG-DR Overview

Purpose of CDBG-DR Funds

- Focuses on long-term recovery efforts
- · Addresses unmet needs that other federal programs have not addressed yet
- Funds SUPPLEMENT and fill remaining gaps
- · CDBG-DR cannot SUPPLANT other federal funds

Funding Allocation

- City of Fort Worth allocated \$16,614,000.00
- · Assistance to individuals and entities impacted by Winter Storm Uri
- Funding to address needs that remain after all other assistance has been exhausted



COMMUNITY DEVELOPMENT COUNCIL City Council District Contact Information Council **Community Development** District Member **Council Member** 817-392-6118 Mattie.Parker@fortworthtexas.gov Mayor Mattie Parker **Ebony Rose** 2 Carlos Flores Deborah Gallardo 817-392-8802 District2@fortworthtexas.gov 3 Michael Crain Eva Williams 817-392-8803 District3@fortworthtexas.gov 4 817-392-8804 District4@fortworthtexas.gov Allen Blaylock Nancy Ellen Soteriou* 5 Gyna Bivens Sharon Armstrong 817-392-8805 District5@fortworthtexas.gov Jared Williams 817-392-8806 District6@fortworthtexas.gov 6 Kelicia Lyons 817-392-8807 District7@fortworthtexas.gov Leonard Firestone Kemmiko Grant 8 Chris Nettles Malik Cook 817-392-8808 District8@fortworthtexas.gov 9 817-392-8809 District9@fortworthtexas.gov Elizabeth Beck Daniel Villegas Visit the City of Fort Worth website for more information https://www.fortworthtexas.gov/government/boards/list-boards-commissions#section-18 *Chair



CDBG-DR Proposed Budget Summary

Activity	Funding Recommended	
Program Administration (5% Cap)	\$ 830,700.00	
Mitigation Set-Aside	\$ 2,167,000.00	
Single Family Homeowners – Minor/Major Repairs (up to \$25,000.00)	\$ 2,000,000.00	
Multifamily Property Owners - Minor/Major Repairs (up to \$1,000,000.00)	\$ 5,000,000.00	
Infrastructure (Public Facilities, Public Improvements)	\$ 5,000,000.00	
Economic Revitalization	\$ 1,616,300.00	
TOTAL CDBG-DR Funding Allocation	\$16,614,000.00	
Estimated Program Income – Reserved for Priority Repair Program	\$ 100,000.00	
TOTAL (Entitlement + Estimated Program Income)	\$17,614,000.00	

2022 HUD Income Limits effective June 15, 2022

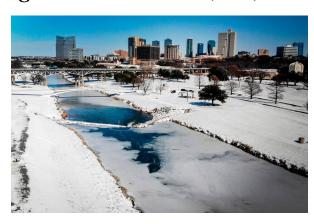
2022 Median Family Income – Fort Worth/Arlington TX*								
	1	2	3	4	5	6	7	8
	Person	Persons						
30%								
AMI	\$19,000	\$21,700	\$24,400	\$27,100	\$29,300	\$31,450	\$33,650	\$35,800
50%								
AMI	\$31,650	\$36,200	\$40,700	\$45,200	\$48,850	\$52,450	\$56,050	\$59,700
60%								
AMI	\$37,980	\$43,440	\$48,840	\$54,240	\$58,620	\$62,940	\$67,260	\$71,640
80%								
AMI	\$50,650	\$57,850	\$65,100	\$72,300	\$78,100	\$83,900	\$89,700	\$95,450

9

FORT WORTH.

CDBG-DR: Mitigation Set-Aside \$2,167,000

- · Mitigate disaster risks
- · Reduce future losses
- Increase resilience



CDBG-DR: Single Family Homes (Owner/Rental) \$2,000,000



- \$2 million for eligible repairs
 - Must be related to Winter Storm Uri
 - Up to \$25,000 per property
 - Activities that lead to restoring and improving the housing stock
 - Eligible repairs include:
 - Major Systems Repairs Only: Roofs, Plumbing, Water Lines, Gas Lines, Water Heaters, Electrical, HVAC, Rotted bathroom floors, Foundations on pier/beam homes
 - · Ineligible repairs include:
 - Repairs to systems installed or repaired without proper city permits; systems covered by homeowner policies or previously paid for by insurance company; any repairs that constitutes non-compliance to HUD ER regulations
- Eligible homeowners/tenants must have incomes at or below 80% AMI
 - \$50,650 for a single person, \$57,850 for two people

11

FORT WORTH.

CDBG-DR: Multifamily Property Owners \$5,000,000



- \$5 million for eligible repairs
 - Must be related to Winter Storm Uri
 - Up to \$1,000,000 per property
 - Eligible repairs include:
 - Roofs, Plumbing, Water Lines, Gas Lines, Water Heaters, Electrical, HVAC, Rotted bathroom floors
 - Ineligible repairs include:
 - Repairs to systems installed or repaired without proper city permits; systems covered by homeowner policies or previously paid for by insurance company; any repairs that constitutes non-compliance to HUD ER regulations
- Eligible property owners must provide financial documentation
 - · Low interest loan
 - · Must meet underwriting guidelines
 - · Financially feasible

CDBG-DR: Infrastructure \$5,000,000



- \$5 million for eligible repairs
 - · Activities that rebuild or replace impacted infrastructure
 - · Public Facilities
 - · Public Improvements
 - Road and Bridge Repair
 - · Water & Wastewater Facilities
 - Limited flexibility for "buildings for the general conduct of government"
 - · Eligible repairs include:
 - Roofs, Plumbing, Water Lines, Gas Lines, Water Heaters, Electrical, HVAC, Rotted bathroom floors
 - Ineligible repairs include:
 - Repairs to systems installed or repaired without proper city permits; systems covered by homeowner policies or previously paid for by insurance company; any repairs that constitutes non-compliance to HUD ER regulations

13

FORT WORTH.

CDBG-DR: Economic Revitalization \$1,616,300



- \$1.6 million to address economic impacts from Winter Storm Uri
 - · Must address a disaster-related impact
 - Job Losses
 - Impacts to Tax Revenues
 - · Impacts to Business
 - Eligible activities include:
 - · Job training and workforce development
 - · Loans and grants to businesses
 - Improvements to commercial/rental districts

CDBG-DR: Ineligible Activities



- Activity does not respond to an identified disasterrelated impact
- · Activity is restricted in the appropriation laws
- Activity is ineligible per the CDBG regulations (and a waiver has not been granted)
- · Activity fails to meet a CDBG national objective

15

FORT WORTH.

Timeline

Milestone	Date	
Winter Storm Uri	February 11, 2021	
Presidential Disaster Declaration	February 20, 2021	
HUD Allocation – CDBG-DR	March 20, 2022	
Allocation Notice – Federal Register	May 24, 2022	
Public comment period begins	August 22, 2022	
Action Plan public hearing held by staff	August 31, 2022	
Action Plan public hearing held by staff Public comment period ends	August 31, 2022 September 23, 2022	
	<u> </u>	
Public comment period ends Draft Action Plan presented to Community Development Council; Public	September 23, 2022	

