



Texas General Land Office

Community Development and Revitalization Program (GLO-CDR)

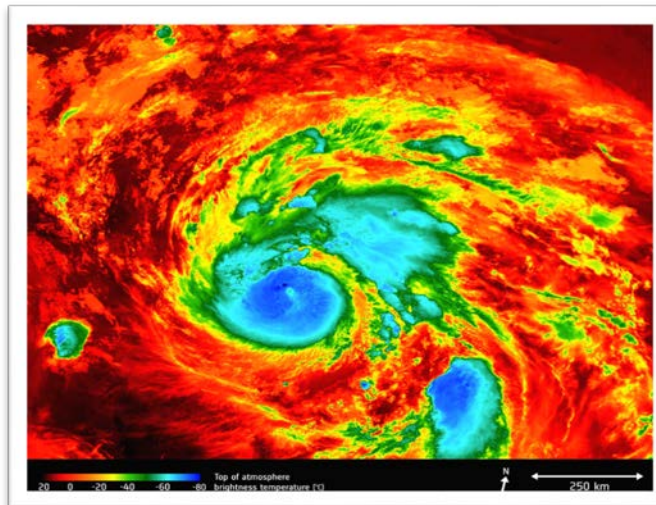
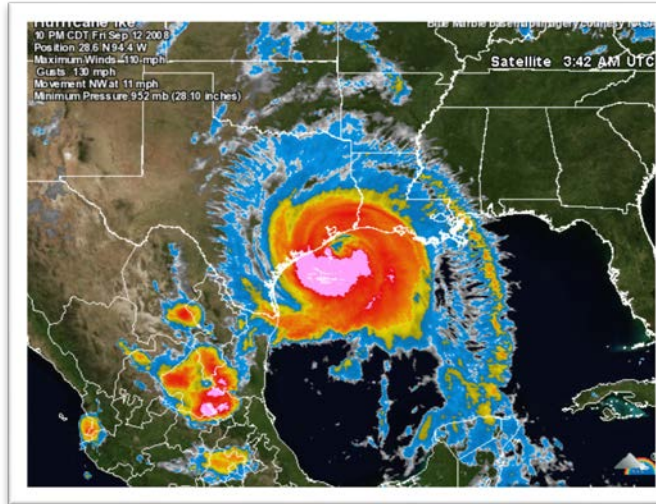
“We work to rebuild communities, to put Texans back in their homes, and to help businesses recover after the trauma of disaster.”

George P. Bush

Texas General Land Office Commissioner



GLO and Long-Term Disaster Recovery





Response vs. Recovery

FEMA/TDEM/GLO:

- Temporary Housing (FEMA/GLO)
- Provided during initial months of event
- Funds given directly to individuals
- Repairs are the responsibility of the homeowner
- Only partial coverage on housing loss* (max \$33.3k)
- Restores property to pre-event conditions
- Covers only 75%; requires 25% match from community
(10% Match for Harvey)
- Limited window of time to submit housing application
- Reimburses communities and nonprofits on public damages
- Damage assessments, coordinated shelter, and evacuation needs
- Provides for emergency protective measures

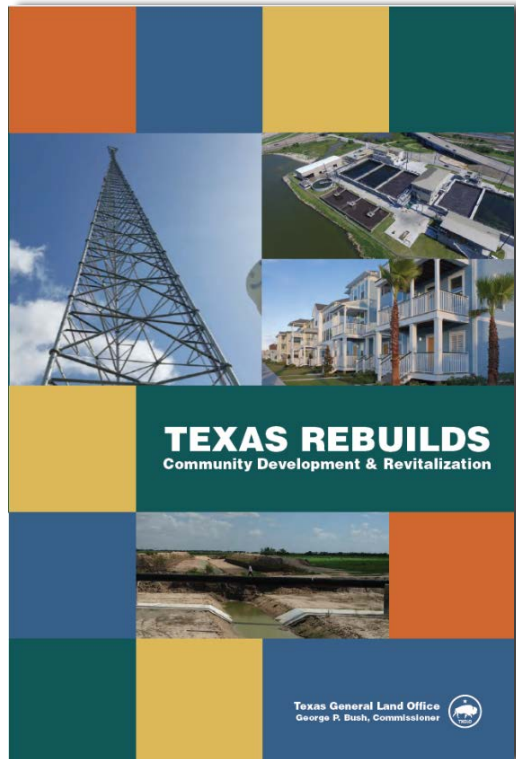
HUD/ GLO-CDR:

- Provided only after federal appropriation
- Funds granted directly to States, Units of General Local Government, Indian tribes, or insular areas for distribution
- State and local governments reconstruct homes
- Full construction to local code
- Expanded environmental review
- Can improve and harden beyond pre-event conditions
- Can be used for FEMA match
- No local community funding match required
- Must spend 70% on low-to-moderate income individuals or projects (waivers to 50% have previously been granted)
- Grants focus on Housing, Infrastructure and Planning



Community Development & Revitalization

*Since 2011, GLO-CDR is implementing projects and programs across Texas, utilizing more than **\$13 billion** in HUD CDBG-DR funds.*



These funds are helping Texans to recover from:

- Hurricanes Rita, Ike, Dolly and Harvey;
- 2011 Wildfires; and
- The 2015/2016 Weather/Flood Events



GLO and Short-Term Recovery

On 14 Sep 2017, Governor Abbott designated the Texas General Land Office with responsibility for administering short-term housing disaster recovery for the State of Texas, through the administration of all FEMA housing funds.

FEMA Short-Term Housing Programs:

- Direct Assistance Limited Home Repair (DAHLR) - 447 homes
- Multi-Family Lease and Repair
- Direct Lease
- Manufactured Housing Units (MHUs)
- Travel Trailers/Recreational Vehicles (TT/RV)
- Partial Repair Essential Power for Sheltering (PREPS) - 15,666 homes
- Sec 403 Public Assistance Sheltering Program
 - Required local match 10% for Harvey DR-4332-TX



Texas Recovery

Hurricane Harvey: Partnerships and Progress

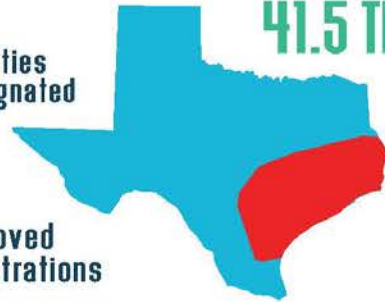


FEMA

all totals as of October 1, 2018

41 / 53 counties designated
Individual Assistance / Public Assistance

373,536 approved registrations



41.5 THOUSAND sq. miles of land mass impacted
larger than Connecticut, Massachusetts, New Hampshire, Rhode Island and Vermont COMBINED

306 participating National Flood Insurance Program (NFIP) communities in declared areas

\$13.84 BILLION
IN SURVIVORS' POCKETS

Mitigation

96,301

Texans offered advice on rebuilding safer and stronger

17,682

SURVIVORS IN TEMPORARY HOUSING & INNOVATIVE REPAIR PROGRAMS

PUBLIC ASSISTANCE

1,279 REQUESTS FOR PUBLIC ASSISTANCE

13 MILLION



Cubic Yards of Storm Debris Picked Up

2,149 Obligated Projects for **\$1 BIL**

Housing and Other Disaster Related Expenses: **\$1.64 BIL**

Small Business Administration (SBA) loans approved: **\$3.40 BILLION**

\$8.80 BIL NATIONAL FLOOD INSURANCE PROGRAM (NFIP) ADVANCE PAYMENTS AND CLAIMS PAID [ESTIMATE*]

91 THOUSAND FLOOD INSURANCE CLAIMS



CDBG Overview


Purpose of CDBG Disaster Recovery Program:


Necessary expenses related to disaster relief, long-term recovery, and restoration of infrastructure, housing, and economic revitalization in areas affected by hurricanes, floods, and other natural disasters for which the President declared a major disaster and Congress made a special appropriation





CDBG Regulations

**CDBG-DR Toolkit**



Crosscutting Federal Requirements Applicable to CDBG-DR Program


There are many crosscutting federal requirements that apply to CDBG-DR and to the specific programs and projects you may choose to carry out. In addition to federal requirements, state and local laws may also apply to CDBG-DR funded activities.

| Other Crosscutting Federal Requirements | Regulatory Reference | Guidance |
|---|---|--|
| Audits | <ul style="list-style-type: none">Applicability of Uniform Administrative Requirements: 24 CFR 570.502(a)(4)Audit Requirements: 2 CFR 200 subpart EFederal Register Notices applicable to specific disaster | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200Overview for Grantees: 2 CFR Part 200HUD Exchange Financial Management Website |
| Allowability and Allocability of Costs | <ul style="list-style-type: none">Applicability of Uniform Administrative Requirements: 24 CFR 570.502(a)(4)Cost Principles: 2 CFR part 200 subpart E | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200Overview for Grantees: 2 CFR part 200HUD Exchange Financial Management Website |
| Bonding Requirements | <ul style="list-style-type: none">Applicability of Uniform Administrative Requirements: 24 CFR 570.502(a)(4)Bonding Requirements: 2 CFR 200.325 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200Overview for Grantees: 2 CFR Part 200 |
| Cash Management | <ul style="list-style-type: none">Applicability of Uniform Administrative Requirements: 24 CFR 570.502(a)(4) (States and Entitlements)Payment: 2 CFR 200.305Cash Management Improvement Act (CMIA): 31 CFR Part 202 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200Overview for Grantees: 2 CFR Part 200HUD Exchange Financial Management Website |
| Citizen Participation Plan | <ul style="list-style-type: none">Citizen Participation Plan: 24 CFR 570.431(b) (States)Citizen participation plan: local governments: 24 CFR §1.105 (Entitlements)Consolidated Plan Regulations | <ul style="list-style-type: none">Citizen Participation and Consultation Toolkit |
| Confidentiality & Personally Identifiable Information (PII) | <ul style="list-style-type: none">Public access to program records: 24 CFR 570.508Internal controls: 2 CFR 200.530(e)Personally identifiable information (PII): 2 CFR 200.79Protected PII: 2 CFR 200.82Remedies for noncompliance: 2 CFR 200.338Program-specific audits: 2 CFR 200.507 (c)Report submission: 2 CFR 200.512 (a)(2) | <ul style="list-style-type: none">Protecting PIIOverview for Grantees: 2 CFR part 200 |

<https://www.hudexchange.info/programs/cdbg-dr/toolkits/program-launch/>

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| Reference | Guidance |
|--|--|
| Interest: 24 CFR 570.611 of Uniform Administrative Requirements: 24 CFR 570.502(a)(4) Interest: 24 CFR 200.112 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200HUD OIG: 7 Keys to Handling Conflicts of Interest |
| Standards: 24 CFR 570.603 (a) Hours & Safety Standards: C-327 | <ul style="list-style-type: none">Basically CDBG – Chapter 16: Labor Standards (for States, for Entitlements)HUD Handbook 1344 – Davis-Bacon Act/Copeland“Anti-kickback” ActMaking Davis-Bacon Work |
| from Public Works Employees: 18 | |
| Labor: 29 CFR, Part 5 | |
| Administrative requirements: 24 CFR 200 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200Basically CDBG – Chapter 14: Procurement (for States, for Entitlements) |
| Workforce Act – Public Contracts: 41 U.S.C. 101 | <ul style="list-style-type: none">Drug-Free Workplace Advisor |
| 42 CFR 312 | <ul style="list-style-type: none">Clarification of Duplication of Benefits Requirements Under the Stafford Act for CDBG-DR GranteesNotice CPD-16-09: Duplication of Benefits Guidance for CDBG-DR Awards to Homeowners and Businesses that Received Uninsured Assistance from SBA Loans After Receiving CDBG-DR AwardsHUD Guidance on Duplication of Benefit Requirements and Provision of CDBG-DR Assistance2016 CDBG-DR Duplication of Benefits Webinar |
| ies: 24 CFR 570.200 (a)(4) | <ul style="list-style-type: none">HUD Exchange Environmental Review Website |
| ies for entities assuming HUD responsibilities: 24 CFR part | <ul style="list-style-type: none">Basically CDBG – Chapter 15: Environmental Review (for States, for Entitlements) |
| Funding Accountability and Act of 2008 | <ul style="list-style-type: none">Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS) Website |
| ward and Executive on Information: 2 CFR part 170 | |
| of AFFH to CDBG: 24 CFR | <ul style="list-style-type: none">PD&R AFFH WebsiteHUD Exchange AFFH WebpageBasically CDBG – 19: Fair Housing, Accessibility, and Equal Employment (for States, for Entitlements) |
| nation in CDBG: 24 CFR | <ul style="list-style-type: none">Guidance to State and Local Governments and Other Federally Assisted Recipients Engaged in Emergency Preparedness and Response, Mitigation, and Recovery Activities on Compliance with Title VI of the Civil Rights Act of 1964 |

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| Reference | Guidance |
|--|---|
| of Uniform Administrative Requirements: 24 CFR 570.502(a)(4) 2 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200HUD Exchange Financial Management WebsiteBasically CDBG – Chapter 11: Financial Management (for States, for Entitlements) |
| itation and preservation 24 CFR 570.202(b)(7) (iii) (States and Entitlements) | <ul style="list-style-type: none">HUD Exchange Flood Insurance Resource webpageFlood Insurance Requirements for Recipients of Federal Disaster Assistance |
| of Insurance Program: 24 CFR | |
| er Protection Act of 1973 42 Section 202 | |
| tion: 2 CFR 200.26 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200 |
| ies: 2 CFR 200.513(C)(4) | |
| of Uniform Administrative Requirements: 24 CFR 570.502(a)(4) Property: 24 CFR 570.505 Standards: 2 CFR 200.310 | <ul style="list-style-type: none">Notice SD-2015-01: Transition to 2 CFR Part 200Notice CPD-16-04: Additional Transition and Implementation Guidance for Recipients of CPD Funds for 2 CFR Part 200Playing by the Rules: A Handbook for CDBG Subrecipients on Administrative Systems – Chapter 4.0: Property Management and Disposition |
| Adjustments: 2 CFR | <ul style="list-style-type: none">Limited English Proficiency Interagency WebsiteGuidance to State and Local Governments and Other Federally Assisted Recipients Engaged in Emergency Preparedness and Response, Mitigation, and Recovery Activities on Compliance with Title VI of the Civil Rights Act of 19642016 CDBG-DR Action Plans, Citizen Participation, and Limited English Proficiency Webinar |
| ation in CDBG: 24 CFR | <ul style="list-style-type: none">Basically CDBG – Chapter 17: Lead (for States, for Entitlements)HUD.gov The Lead Safe Housing Rule webpage |
| Civil Rights Act per (EO) 13166 | |
| 5 Subparts A, B, J, K, and R | |
| itation and preservation 24 CFR 570.202 (a)(11)(i)(States and Entitlements) | <ul style="list-style-type: none">Guidance on Minority Business Enterprise and Women's Business Enterprise OutreachMinority Business Enterprise/Women Business Enterprise Policy Guide |
| itation and preservation 24 CFR 570.202 (a)(11)(i)(States and Entitlements) | |
| nter approval requirements: 24 | |
| ile laws and related program 24 CFR 570.487 (c) 608 | |
| 61-4866 | |
| with small and minority 2 CFR 200.321 | |
| e maintained: 24 CFR | |
| FR 570.507(c) | |

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| Reference | Guidance |
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| onditioning requirements: 24 CFR 570.480 | <ul style="list-style-type: none">Basically CDBG – Chapter 13: Performance Measurement, Reporting, Recordkeeping and Monitoring (for States, for Entitlements)Playing by the Rules: A Handbook for CDBG Subrecipients on Administrative Systems – Chapter 5.0: Record-keeping and Reporting Requirements |
| ords to be maintained: 24 CFR 570.506 | <ul style="list-style-type: none">HUD Section 3 webpageBasically CDBG – Chapter 16: Labor Standards (for States, for Entitlements) |
| and management: 2 CFR 200.302 | |
| quests for transfer of records: 2 CFR 1.334 | |
| er applicable laws and related program requirements: 24 CFR 570.487(d) | <ul style="list-style-type: none">HUD.gov Section 3 webpage |
| ords to be maintained: 24 CFR 570.506(i)(States and Entitlements) | <ul style="list-style-type: none">HUD.gov Section 3 webpage |
| loyment and contracting opportunities: 24 CFR 570.607(i)(States and Entitlements) | <ul style="list-style-type: none">HUD.gov Section 3 webpage |
| conomic opportunities for low- and very income persons: 24 CFR part 135 | <ul style="list-style-type: none">HUD.gov Section 3 webpage |
| U.S.C. 1701u | |
| using and Community Development Act of 1974 | <ul style="list-style-type: none">Section 104(d) Relocation and One-for-One Replacement RequirementsHUD.gov Section 104(d) webpage |
| lacement, relocation assistance, and property acquisition for HUD and HUD-related programs: 24 CFR part 42 | <ul style="list-style-type: none">Notice CPD-05-10: Accessibility for Persons with Disabilities to Non-Housing Programs funded by Community Development Block Grant Funds – Section 504 of the Rehabilitation Act of 1973, the Americans with Disabilities Act, and the Architectural Barriers ActHUD.gov Section 504 webpage |
| tion 109 of the Act: 24 CFR 570.602(States and Entitlements) | <ul style="list-style-type: none">Notice CPD-05-10: Accessibility for Persons with Disabilities to Non-Housing Programs funded by Community Development Block Grant Funds – Section 504 of the Rehabilitation Act of 1973, the Americans with Disabilities Act, and the Architectural Barriers ActHUD.gov Section 504 webpage |
| ely distribution of funds by states: 24 CFR 570.494 (States) | <ul style="list-style-type: none">Notice CPD-16-06: Timely Distribution of State CDBG Funds |
| eral Register Notices applicable to specific disaster | |
| tion 414 of Stafford Act | <ul style="list-style-type: none">HUD.gov URA webpage |
| lacement, relocation, acquisition, and placement of housing: 24 CFR 570.606 | <ul style="list-style-type: none">HUD.gov URA webpage |
| lacement, relocation assistance, and property acquisition for HUD and HUD-related programs: 24 CFR part 42 | <ul style="list-style-type: none">HUD.gov URA webpage |
| U.S.C. 4601-4605 | |

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CDBG-DR Overview

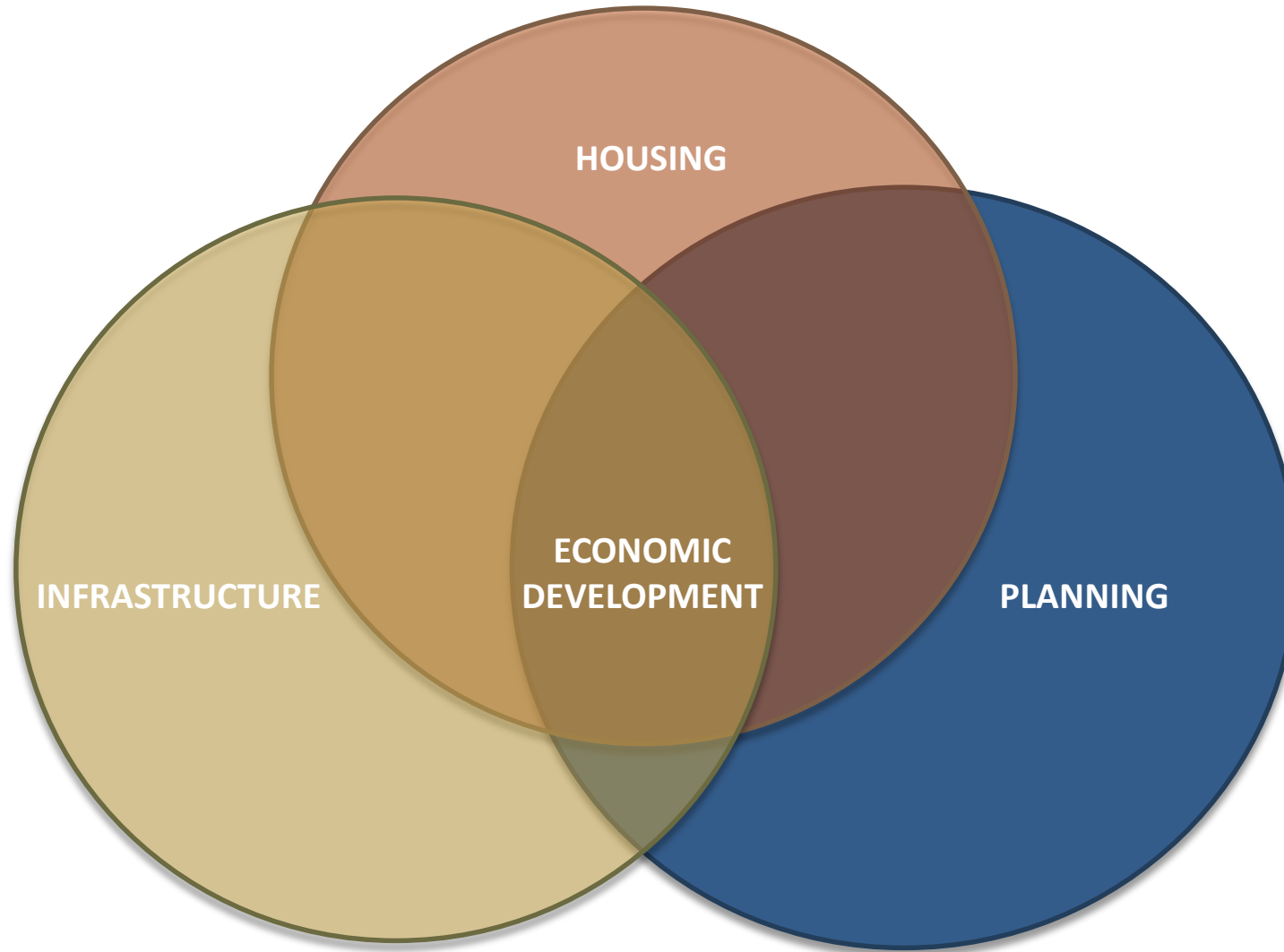
3 Primary Criteria:



- Directly linked to damage caused by Presidential Disaster Declaration
- Meets a National Program Objective
- CDBG-DR Eligible Activity



CDBG-DR Grant Funds





Eligible Activities – Economic Development

Economic Revitalization Allows for interim assistance to small businesses impacted by an event through deferred forgivable loans in exchange for job creation or retention for low-to-moderate income employees.

Allocation: \$100 million

Investing Community Impact



With a conservative economic multiplier effect of 1.5 the GLO's disaster recovery fund investment of \$3.6 billion yields \$5.4 billion in statewide economic activity.

A direct result has been the 2,279 people hired to work on CDBG-DR Projects between 2010-2015. Of these people hired, 58% (1,328) have been from low to very-low economic status.



259 Businesses have been hired for CDBG-DR work

1.5 cumulative economic multiplier for disaster recovery



- GLO-CDR makes it easy for diverse, local businesses to be part of the rebuilding and recovery work.





Economic Revitalization Program

- Economic revitalization activities must contribute to the long term recovery and restoration of housing.
- Eligible Applicants:
 - Small business within CDBG-DR eligible county
 - Small businesses as defined by HUD in the Federal Register
- Maximum assistance:
 - No business may receive more than \$250,000
 - Based on need and underwriting



Underwriting Criteria

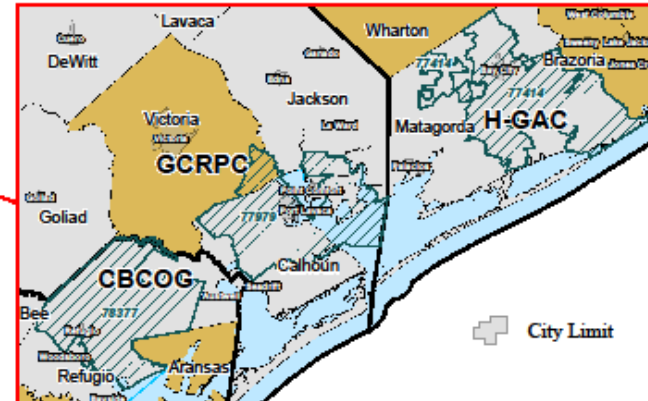
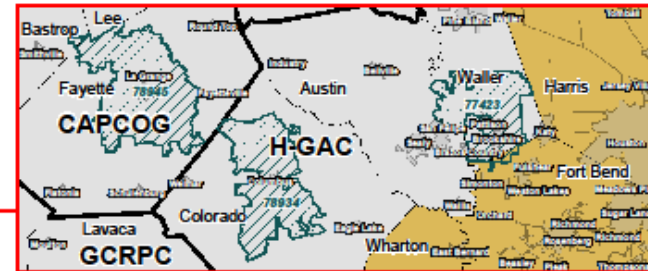
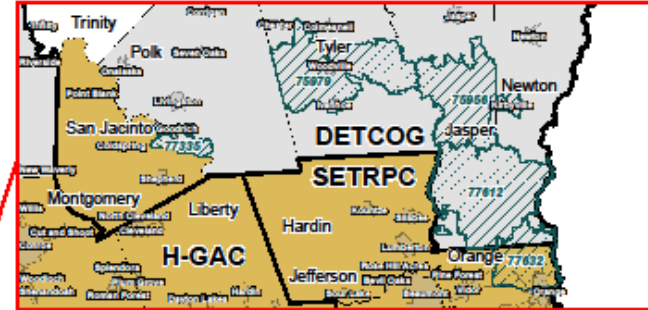
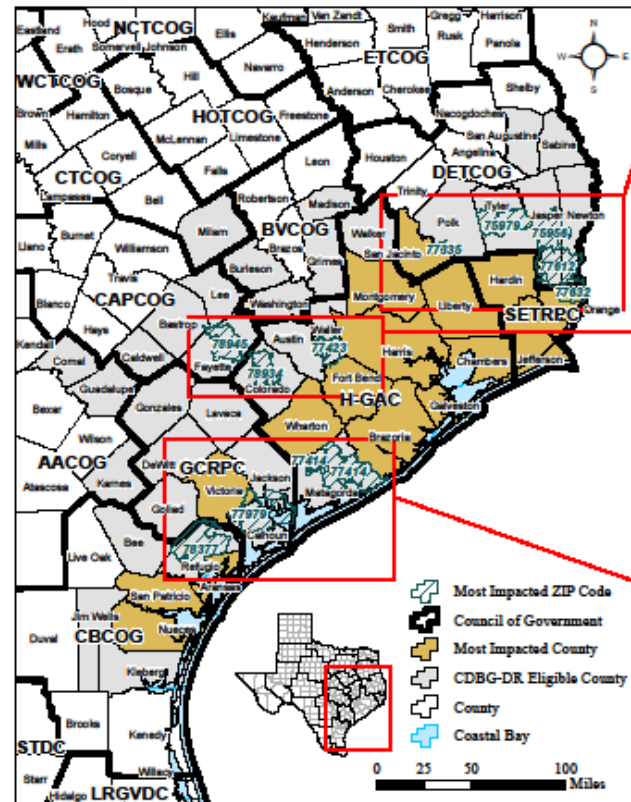
The objectives of the CDBG underwriting guidelines are to ensure:

- (1) That project costs are reasonable;
- (2) That all sources of project financing are committed;
- (3) That to the extent practicable, CDBG funds are not substituted for non-Federal financial support;
- (4) That the project is financially feasible;
- (5) That to the extent practicable, the return on the owner's equity investment will not be unreasonably high; and
- (6) That to the extent practicable, CDBG funds are disbursed on a pro rata basis with other finances provided to the project.



Hurricane Harvey Impacted Area

State of Texas: Hurricane Harvey Most Impacted Areas





CDBG-DR Funded Programs

- **Single Family Homeowner Assistance (\$1.098 Billion):**
Provides funding for rehabilitation and reconstruction of owner-occupied single family homes damaged by Hurricane Harvey.
- **Buyouts and Acquisitions (\$275 Million):**
Eligible homeowners are able to sell their home to a local government at a pre-storm or post-storm fair market value and move out of harm's way by relocating outside of a floodplain to a lower-risk area.
- **Homeowner Reimbursement (\$100 Million):**
Allows homeowners to be reimbursed for certain out-of-pocket expenses incurred for repairs to their home including reconstruction, rehabilitation or mitigation up to \$50,000.



CDBG-DR Funded Programs

- **Affordable Rental (\$250 Million):**
Provides funding for rehabilitation, reconstruction and new construction of affordable multi-family housing projects in areas impacted by Hurricane Harvey.
- **Local Infrastructure (\$413 Million):**
Repairs, enhances and restores infrastructure for local communities impacted by Hurricane Harvey as part of a comprehensive long-term recovery program.
- **Economic Revitalization (\$100 Million):**
Allows for interim assistance to businesses impacted by Hurricane Harvey through deferred forgivable loans and loans in exchange for job creation or retention.
- **Local, Regional and State Planning (\$137 Million):**
In coordination Texas public universities, the GLO will conduct planning studies in the impacted areas with the purpose of promoting sound long term recovery.



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