

Summary:

- Two (2) Action Plans shall be written for the \$285,654,000 in HUD Community Development Block Grant Disaster Recovery (CDBG-DR) funds allocated to the State of Texas for 2018 and 2019 disasters.
- At least 70 percent of CDBG-DR funds must benefit low- and moderate-income (LMI) persons.
- A total of **100 percent** of the allocation must be expended in six (6) years.
- At least **80 percent** of the allocation must address mitigation needs in the HUD-designated Most Impacted and Distressed (HUD MID) counties and ZIP code (*see map and below*).
 - Remaining 20 percent must address unmet need in the GLO identified State MID.
- GLO may use up to 5 percent of funds for administration and up to 15 percent of funds for planning activities.
- CDBG-DR state action plans due to HUD on June 2, 2020.
- **30-day public comment period** is required for the action plan draft

2018 Disaster (Action Plan 1):

- 2018 South Texas Floods (<u>DR-4377</u>) declared on July 06, 2018.
- Total Funding: **\$72,913,000**
- Three (3) CDBG-DR Eligible Counties:
 - HUD MID: Hidalgo No less than \$58,330,000 (80 percent)
 - State MID: Cameron, Jim Wells No more than \$14,583,000 (20 percent)
- Initial Allocation (HUD Announcement May 14, 2019): \$46.4 Million Public Law 115-254
- Second Allocation (HUD Announcement December 3, 2019): \$26.513 Million Public Law 116-20

2019 Disasters (Action Plan 2):

- 2019 Lower Rio Floods (<u>DR-4454</u>) declared on July 17, 2019.
- Tropical Storm Imelda (<u>DR-4466</u>) declared on October 04, 2019.
- Total Funding: **\$212,741,000**
- Ten (10) CDBG-DR Eligible Counties:
 - HUD MID: Cameron, Chambers, Harris, Jefferson, Liberty, Montgomery, and Orange; 78570 (Hidalgo) ZIP Code No less than \$170,193,000 (80 percent)
 - State MID: Hidalgo, San Jacinto, and Willacy No more than \$42,548,000 (20 percent)
- HUD MID 78570 ZIP code may be expanded to all of Hidalgo County as a HUD MID area which must be indicated in the action plan.
- Initial Allocation (HUD Announcement December 3, 2019): \$212.741 Million Public Law 116-20

Additional Highlights (Action Plans 1 & 2):

- GLO is required to primarily consider and address unmet housing recovery needs. Funds for unmet economic revitalization and infrastructure needs (unrelated to unmet housing recovery need) can be proposed if all remaining unmet housing need has been addressed.
- Requirements tied to the development of the action plan will be primarily based on prior Federal Register notices tied to Harvey \$5.6 billion CDBG-DR funding: <u>83 FR 5844</u> (Hurricane Harvey) <u>83 FR 40314</u> (Hurricane Harvey), <u>84 FR 28836</u> (2019 DOB Notice), and <u>84 FR 28848</u> (DOB Applicability).