

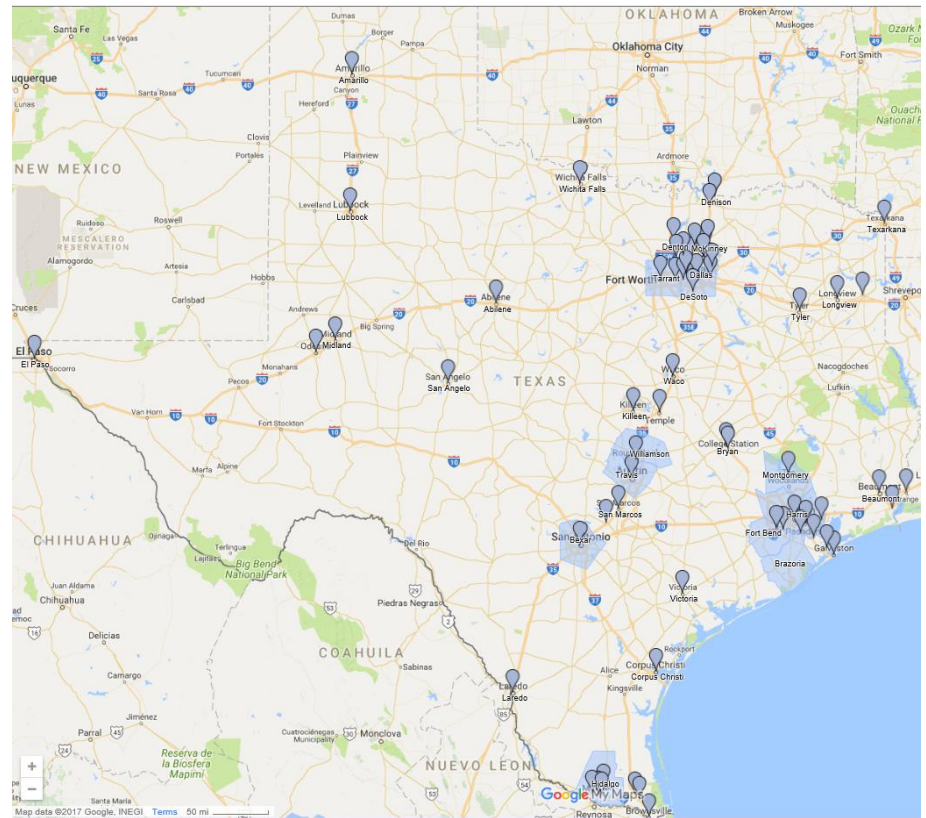
The slide features a green background with a pattern of overlapping hexagons. A white rectangular area on the right side contains the text. At the top of this white area is a dark grey rectangular box. A thick green horizontal line is positioned at the bottom of the white area.

Texas CDBG

Program Year 2018 Priorities

CDBG Basics

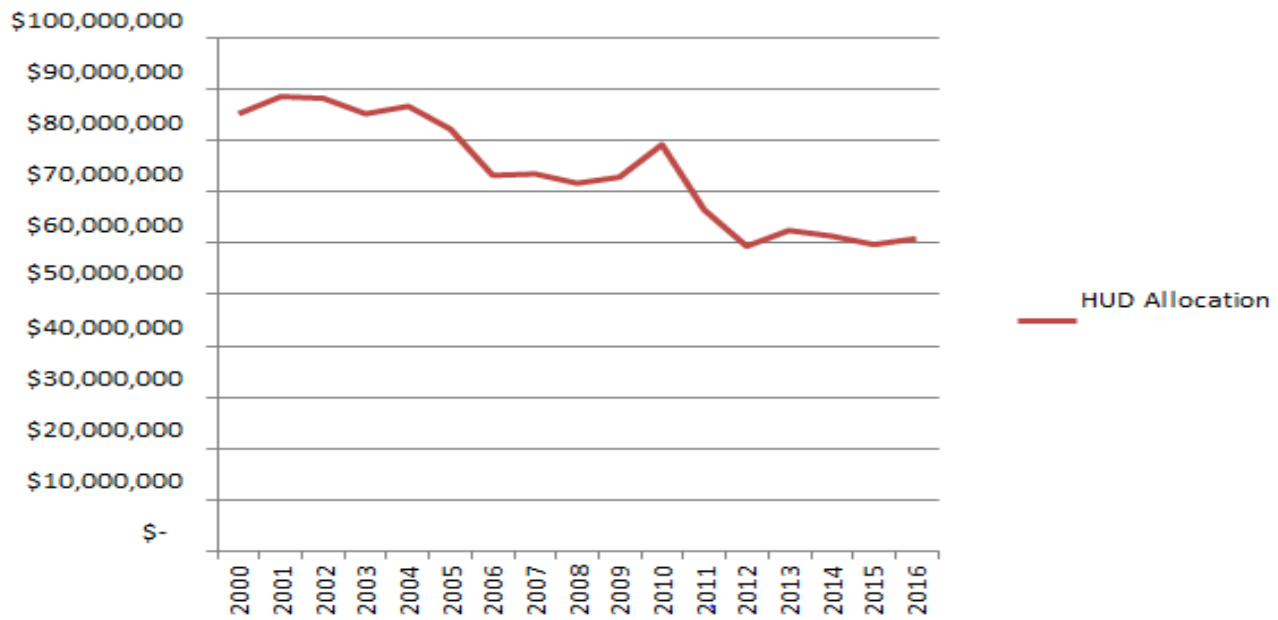
- Eligible applicants are non-entitlement cities under 50,000 in population and non-entitlement counties that have a non-metropolitan population under 200,000 and are not eligible for direct CDBG funding from HUD.



CDBG Funding

● PY2017: \$59.5million

TxCDBG Annual Allocation

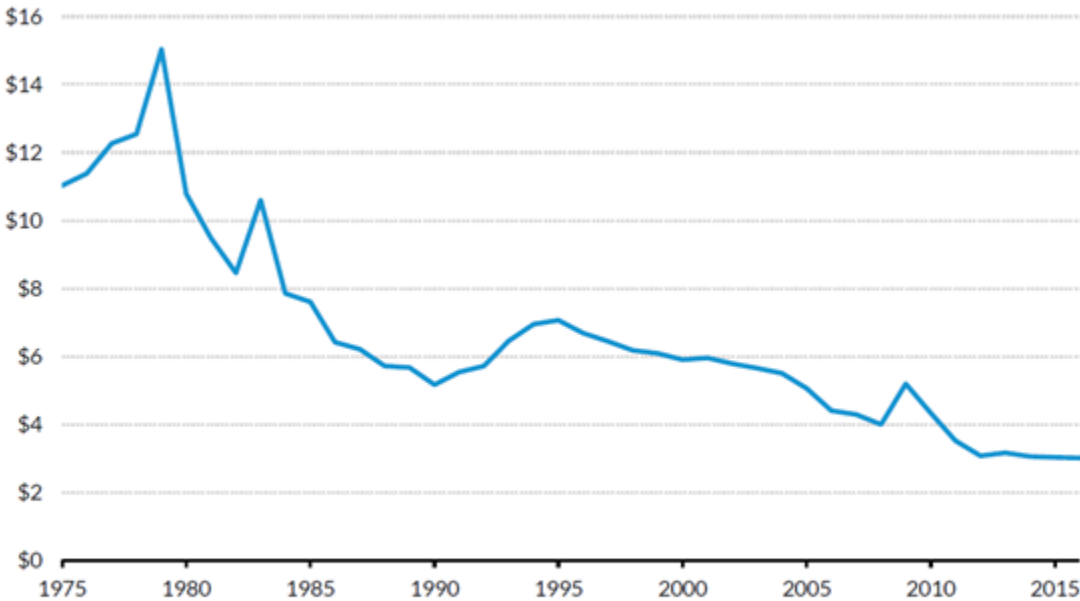


CDBG Funding: Purchasing Power

Declining Community Development Block Grant Funding

2016 dollars

Billions

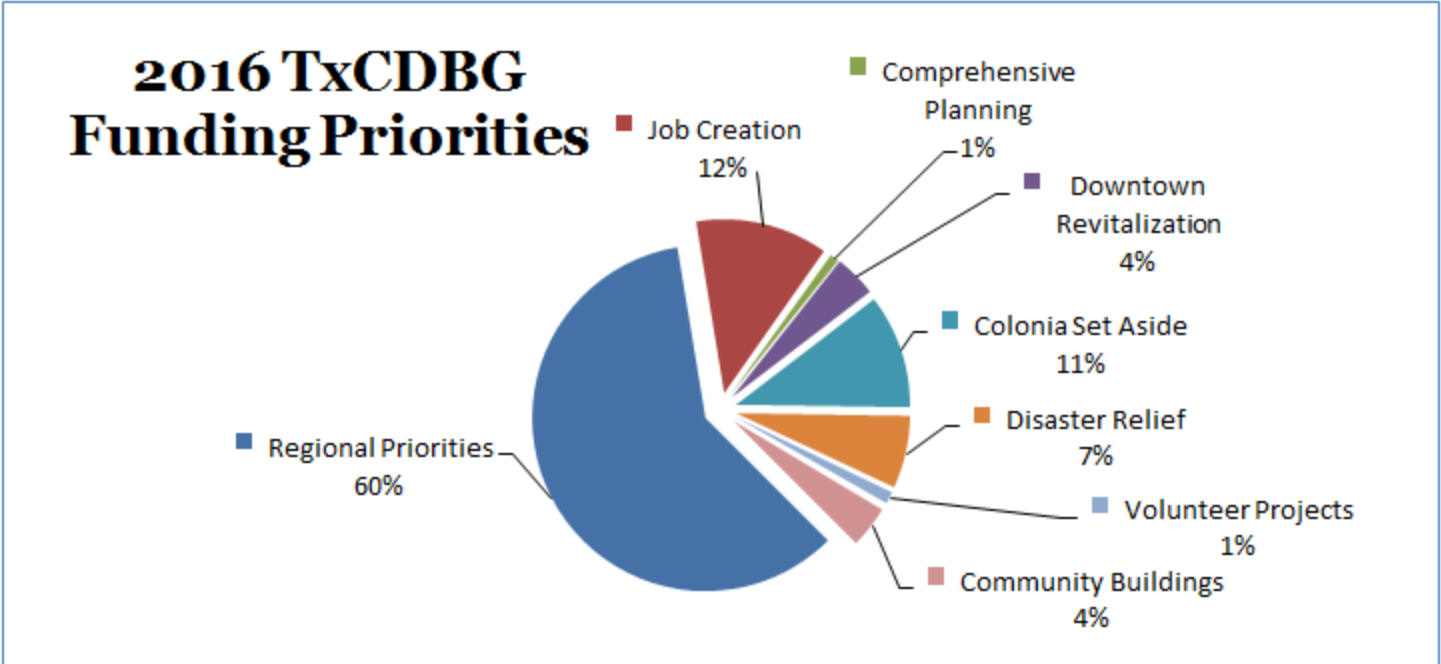


Sources: Eugene Boyd, "Community Development Block Grants: Recent Funding History," (Washington, DC: Congressional Research Service, 2014); "CPD Appropriations Budget," US HUD, accessed April 6, 2017, https://portal.hud.gov/hudportal/HUD?src=/program_offices/comm_planning/about/budget/.

PY 2018 Action Plan

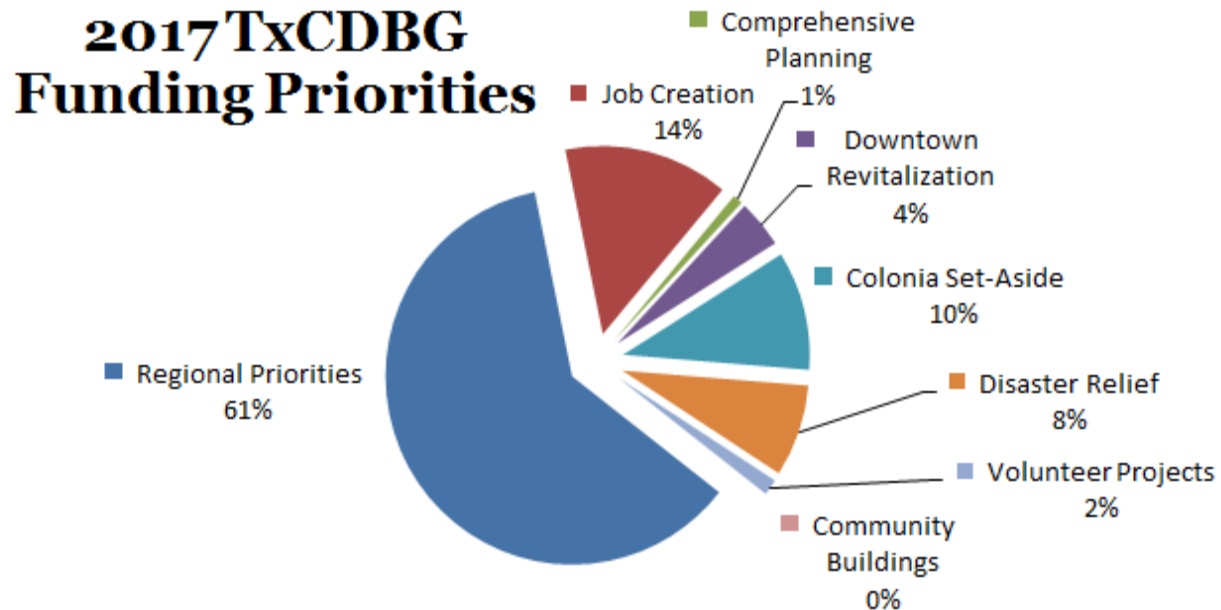
- Formal Action Plan Process
 - Oct – Nov: Public Comment/Hearings
 - Late Nov: TDHCA Board Final Approval
 - Dec 15: Action Plan due to HUD
- Federal Appropriation
 - Passed by Congress, Signed
 - 60 days for HUD Allocation
 - State updates Action Plan for actual dollars
 - HUD approval and grant agreement

PY 2016 Priorities



Funds set aside for specific priorities in the 2016 Action Plan, includes annual allocation, program income, and deobligated funds.

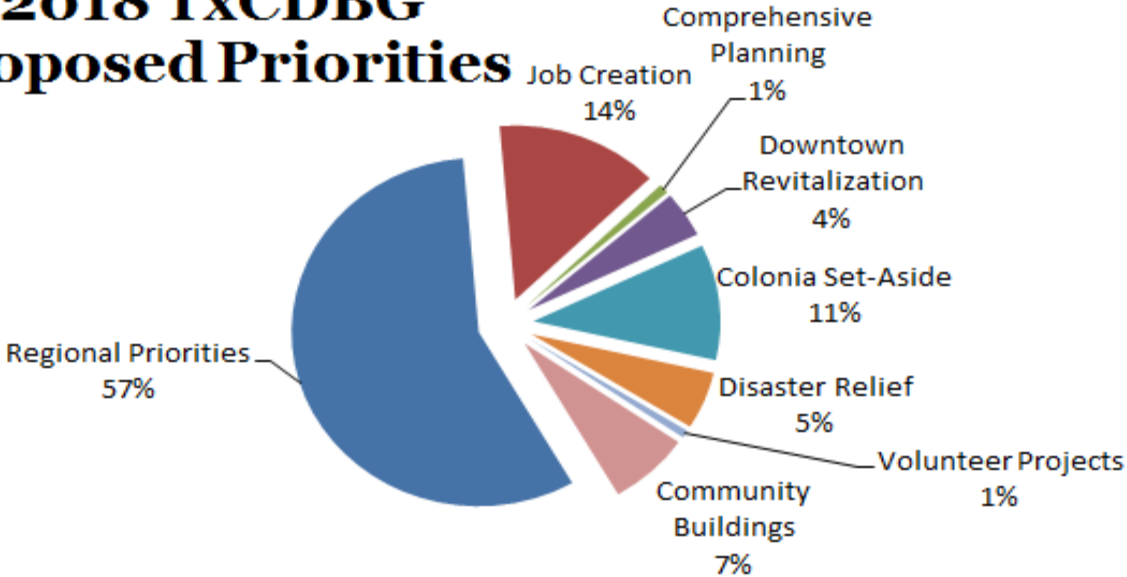
PY 2017 Priorities



Funds set aside for specific priorities in the 2017 Action Plan, includes annual allocation, program income, and deobligated funds.

PY 2018 Priorities (proposed)

2018 TxCDBG Proposed Priorities



Funds set aside for specific priorities proposed for the 2018 Action Plan, includes annual allocation, program income, and deobligated funds.

Notable Items for 2018 – Deobligated Funds

- Available past years:
 - PY17: \$11.7 million
 - PY16: \$10.2 million
- PY18 (so far):
 - \$3.4M in contracts Terminated (5 TCF, 1 DR)
 - \$2.5M in 72 successfully closed contracts
 - \$1M in 12 other open contracts

Notable Items for PY2018 – Community Enhancement

- Deob funds create opportunity for community impact
- Priority for rural health clinics
- Public safety, education/workforce development, community centers, renewable energy projects also eligible

Notable Items for PY2018 – Community Enhancement (cont.)

- Potential Rural Health Project examples
 - Rural clinic start up through established hospital
 - Building improvements or equipment necessary to secure accreditation
 - Telemedicine equipment for mental health services
 - Options to divert patients from ER services

Notable Items for PY2018 – Small/MicroEnterprise

- Reinvestment opportunity for downtown
- Option for Main Street / Downtown Revitalization grants to also request SMRF award
- Unused funds remain within TCF

Notable Items for PY2018 - STEP

- Inconsistent demand for STEP funding
- reduced set-aside
- potential to phase out in PY2019

Notable Items for PY2018 – Utility U (Pilot Program)

- On-The-Job training for utilities
- Address need identified by federal and state agencies involved in water utilities (TWICC)
- \$0 allocated, option to transfer \$100,000 deob

Other Notes for PY2018

- Minor shifts between allocation and deob
 - MS/DRP – additional allocation share
 - Allocation + deob for 12 anticipated grants
 - DR – additional deob share
 - ~equivalent funding
 - Funds known & available earlier in the year