

Summary of Major Changes to 2024 CDBG Program Design

In 2024, DHCD updated the CDBG Program Design to streamline grant and project processes. The information below summarizes the major changes to the 2024 CDBG Program Design. The table on Page 3 summarizes the updated funding limitations.

The grant application timeline has shifted:

- Competitive: April 15 – June 12
- Planning Grants: May 1 – November 15
- Open Submission: May 1 – November 15
- Urgent Need: May 1 – November 15

DHCD has updated CDBG Grant project types:

Competitive Grants now have five primary project types:

1. Economic Development
 - Community Economic Development
 - Business District Revitalization
 - Local & Regional Innovation
2. Comprehensive Community Development
3. Community Service Facilities
4. Public Infrastructure
5. Targeted Neighborhood Housing

Open Submission Grants now have five primary project types:

1. Public Services
2. Construction-Ready Water/Sewer (CRWSF)
3. Regional Water/Wastewater
4. Scattered Site Housing Rehabilitation
5. Urgent Need

Planning Grants categories have been updated:

Activation Planning Grants formerly called “Community Organizing Grants”, or “Overall Community Needs Assessment Grants” allow for a locality or an organization on behalf of a locality to partner with DHCD to explore future partnership and project possibilities.

Other Planning Grants include:

1. Comprehensive Community Development
2. Housing Rehabilitation
3. Community Service Facilities
4. Public Services
5. Public Infrastructure
6. Regional Projects
7. Business District Revitalization

Planning Grants are **required** for Business District Revitalization projects

Eligibility A locality is eligible to apply for any CDBG project, granted they meet the eligibility requirements for open contracts: 1) localities are allowed a maximum of two (2) active construction or public service projects at once; and 2) localities are below a \$3 million grant award cap. Please see the 2024 CDBG Program Design Manual for further details.

Housing Rehabilitation Projects

For both Competitive Submission: Targeted Neighborhood Housing Rehabilitation and Open Submission: Scattered Site Housing Rehabilitation project types, the Loan Amortization Periods have changed:

Table 1: Housing Rehab Loan Amortization Periods

Loan Amount	<u>Amortization Period</u>
Up to \$50,000	5-year forgivable loan
\$50,001 to \$100,000	10-year forgivable loan
\$100,001 and above	15-year forgivable loan

Table 2: Increase Grant Award Maximums and Administrative Cost Limits

	Activity	Maximum Award	Application Open & Close	2024 Admin Cost Limits
Open submission	Public Services		May 1 - November 15	
	1 locality	\$250,000		\$25,000
	2 localities	\$500,000		\$40,000
	CRWSF	\$2,000,000		\$100,000
	Regional Water/Wastewater			
	2 localities	\$3,000,000		\$100,000
	3+ localities	\$3,500,000		\$125,000
	Scattered Site Housing Rehab	\$1,250,000		\$100,000
Urgent Need	\$1,000,000	\$80,000		
Competitive	Economic Development		April 15 - June 12	
	Community Economic Development			
	1 locality	\$1,250,000		\$100,000
	2 localities	\$1,500,000		\$125,000
	Business District Revitalization (BDR)	\$1,000,000		\$80,000
	Local Innovation	\$1,000,000		\$80,000
	Regional Innovation	\$1,500,000		\$100,000
	Comprehensive Community Development			
	2 activities	\$1,500,000		\$125,000
	3 activities	\$1,750,000		\$150,000
	Community Service Facilities	\$1,250,000		\$100,000
	Public Infrastructure			
	1 locality	\$2,000,000		\$100,000
	2 localities	\$3,500,000		\$150,000
Targeted Neighborhood Housing Rehab	\$1,250,000	\$125,000		
Planning Grants	Activation Planning Grants	\$40,000	May 1 - November 15	
	Comprehensive Community Development	\$100,000		
	Housing Rehab	\$100,000		
	Community Service Facilities	\$100,000		
	Public Services	\$100,000		
	Public Infrastructure	\$100,000		
	Regional Projects	\$100,000		
	BDR	\$100,000		