

CARES Act Funding

Emergency Solutions Grants (ESG-CV)

Housing Opportunities for Persons with AIDS (HOPWA-CV)

Community Development Block Grant (CDBG-CV)



CARES Act Overview

- On March 27, 2020, Congress passed the Coronavirus Aid, Relief and Economic Security (CARES) Act, aimed at alleviating the challenges communities face when dealing with COVID-19.
- Under the CARES Act, the US Department of Housing & Urban Development (HUD) received:
 - \$1,250,000,000 for Public Housing tenant-based rental assistance, including Housing Choice Vouchers
 - \$685,000,000 for the Public Housing Operating Fund
 - \$1,000,000,000 for Project-Based Rental Assistance
 - \$3000,000,000 for Native American Housing programs
 - \$50,000,000 for elderly housing
 - \$15,000,000 for housing for persons with disabilities
 - \$2,500,000 for fair housing activities
 - \$65,000,000 for HOPWA
 - \$5,000,000,000 for CDBG
 - \$4,000,000,000 for ESG



KY CARES Act HUD Community Planning & Development (CPD) Entitlement Funding

HUD CPD CARES Act Grants

PARTICIPATING JURISDICTION	04/02/2020 CDBG-CV1	05/22/2020 CDBG-CV2	05/22/2020 CDBG-CV3	04/02/2020 ESG-CV1	06/09/2020 ESG-CV2	04/02/2020 HOPWA-CV-F	4/02/2020 HOPWA CV-C
Ashland	\$337,555	\$0	\$0	\$0	\$0	\$0	\$0
Bowling Green	\$385,212	\$0	\$0	\$0	\$0	\$0	\$0
Covington	\$879,498	\$0	\$0	\$0	\$0	\$0	\$0
Elizabethtown	\$115,239	\$0	\$0	\$0	\$0	\$0	\$0
Henderson	\$150,498	\$0	\$0	\$0	\$0	\$0	\$0
Hopkinsville	\$159,046	\$0	\$0	\$0	\$0	\$0	\$0
Lexington-Fayette	\$1,427,971	\$0	\$0	\$710,986	\$3,226,490	\$0	\$159,460
Louisville	\$6,745,161	\$0	\$0	\$3,390,700	\$5,430,961	\$140,330	\$0
Owensboro	\$294,117	\$0	\$0	\$0	\$0	\$0	\$0
Kentucky Nonentitlement	\$15,568,714	\$16,983,620	\$0	\$8,877,469	\$14,526,981	\$129,762	\$48,113

To date, the Kentucky Balance of State been allocated \$56,134,659 in CARES CPD funding!



KY CARES Act HUD Community Planning & Development (CPD) Entitlement Funding

- Funds will not be available until HUD approves amendments to the 2019 Action Plan and 2015-19 Consolidated Plan.
- KHC will administer HOPWA-CV and ESG-CV funds.
 - HOPWA-CV funds will be used to increase allocations to existing HOPWA formula and competitive subrecipients to provide additional Tenant-Based Rental Assistance and Short-Term Rent Mortgage & Utility (STRMU) assistance funding with associated administrative costs
 - KHC is awaiting regulatory guidance from HUD on ESG-CV funding to determine how funds will be administered.



ESG-CV: Program Flexibilities

- **NO MATCH REQUIRED!!!** (100% match required for ESG-Formula funds)
- Homelessness prevention funds can serve households earning up to 50% Area Median Income (AMI) according to family size (30% AMI under ESG-Formula regulations).
- Eliminates ESG-Formula 60% cap on funding of emergency shelters and street outreach.
- CARES Act enforces “Housing First” best practices because it prohibits requiring people experiencing homelessness to receive treatment or perform any other prerequisite activities as a condition for receiving shelter, housing, or other services funded by ESG-CV.
- Further flexibilities may be provided by forthcoming HUD ESG-CV guidance.
- CARES Act also gives the HUD Secretary authority to waive almost any requirement of the regular ESG program, if the flexibility provided by the new law is insufficient.



ESG-CV:

A 933% increase in available resources!

ESG FFY 2019 Allocations: Standard Formula + CARES Act

Activity Type	Emergency	Rapid	Prevention	Street Outreach	HMIS	Admin (KHC+Partners)	TOTAL
	Shelter	ReHousing					
ESG FFY 2019 Formula Allocations							
# of Agencies	25	24	7	5	19	20	31
Total	\$1,019,844	\$1,109,995	\$104,889	\$64,050	\$55,536	\$153,100	\$2,507,413
ESG FFY 2019 CARES Act Allocations							
# of Agencies	TBD	TBD	TBD		TBD	TBD	
Total	\$1,500,000	\$10,800,000	\$8,764,005	\$0	\$0	\$2,340,445	\$23,404,450
% of Formula	147%	973%	8,356%			1,529%	933%

ESG-CV: Planned Allocations

- **Rapid Re-Housing (\$10,800,000):**

- Support 500 units served for 24 mos. with an estimated monthly cost of \$900/unit (includes rental assistance and supportive services costs. Funding should allow nearly all persons currently experiencing homelessness on Coordinated Entry lists to receive housing subsidies.

- **Homelessness Prevention (\$8,764,005)**

- Provide 2,190 households with 5 months back rent (assuming eviction moratorium extends through August) and 3 months rental assistance at estimated cost of \$500/mo. Client would be eligible for 3 mos. additional assistance (if funding available) following completion of initial 3 mos. assistance term.

- **Emergency Shelter (\$1,500,000)**

- Create an emergency response pool to reimburse shelters for COVID 19-related costs, such as hotel/motel rental, costs for additional shelter space, materials costs for PPE/isolation implementation, additional staff costs to increase shelter operating hours, etc.

- **Administration (up to \$2,340,445)**

- Support both KHC and subrecipient administrative costs.
- Funds not needed can be reallocated to program activities or HMIS expenses.



Questions?

