New and Emerging Funding Sources for Affordable Housing Development

November 18, 2021



SCS ENGINEERS

Panelists

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New and
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Sources for
Affordable
Housing
Development



OFFICE OF BROWNFIELDS

Department of Toxic Substances Control · Cleanup In Vulnerable Communities Initiative

Equitable Community Revitalization Grant Overview

Maryam Tasnif-Abbasi

DTSC Brownfield Development Manager

November 16, 2021



What is the Cleanup In Vulnerable Communities Initiative?

- In 2021, Gov. Gavin Newsom signed the Cleanup In Vulnerable Communities Initiative (CVCI)
- Allocated \$500 million to expedite the cleanup and beneficial reuse of idled properties that may be contaminated
- Prioritized properties in historically vulnerable and disadvantaged communities

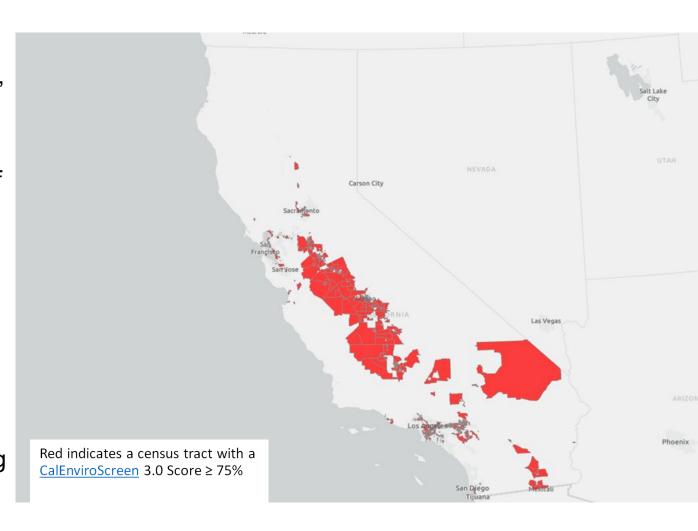


What is the Equitable Community Revitalization Grant?

- Provides more than \$200 million in grants over four years to incentivize cleanup and investment in disadvantaged areas of California
- Investment will create healthier, more economically viable and inclusive communities
- Available to help California local governments, qualified 501(c)(3) nonprofit organizations and Tribes to conduct:
 - Community-wide assessments
 - Environmental investigations
 - Environmental cleanups

What is the Equitable Community Revitalization Grant?

- Applicants request funds for properties they own or control, which are in high poverty areas with the highest pollution burdens (CalEnviroScreen 3.0 score of 75%+) and slated for reuse
- Will also accept applications outside of the CalEnviroScreen 3.0 score of 75%+ if the proposed reuse provides significant community benefit
- Competitive process
- Funding based on reimbursing grantees for approved costs



Schedule

- Now accepting Pre-Qualifying Applications trough December 7
- Applicants are encouraged, but not required, to participate
- Short version of the grant application that focuses on applicant and property eligibility
- Full Application will be available in January 2022
- DTSC will announce the first round of grants in April 2022.
- DTSC will use information from the public and the Pre-Qualifying Applications to enhance our ability to help communities
- Future application will be scheduled after Spring 2022

EQUITABLE COMMUNITY REVITALIZATION GRANT (ECRG)

Funding Environmental Investigations and Cleanup in Underserved Communities

1. READ GUIDELINES

A comprehensive overview of the grant program and how you can participate. Click here.



Agencies, Tribes and nonprofit organizations may apply for:

Community-wide assessment:

\$80,000-\$300,000

Site-specific investigation:

\$80,000-\$3 million

Site-specific cleanups: \$80,000-\$7 million

Nov. 1:

Pre-Qualifying Application Closes

2. GATHER INFO



- Applicants must own property or have legal access
- Scope and two-year cost estimate for environmental work
- Regulatory oversight contact information
- · Current and historical site photos, and information on current and historical site uses
- · Information on proposed or planned reuse
- Information on property acquisition, access agreement, and due diligence, and confirmation that the applicant did not cause or contribute to the contamination

December: **DTSC** notifies applicants Initial Launch of

3. APPLY!

Set up an account on the DTSC Application Portal

Pre-Qualifying Application

- Opens November 2021
- Optional step
- Open to all
- Complete qualifying portion of the application
- Provide feedback to DTSC on process
- DTSC confirms eligibility

Full Application (initial launch)

- Opens January 2022
- Open to all
- Complete the application
- DTSC evaluates/scores applications and announces grantee selections
- If not selected in this round. contact DTSC

Pre-Qualifying Application Opens

Dec. 7:

of eligibility

Early January 2022: Full Application Opens Early March 2022: Full Application

Early April 2022: DTSC Announces First Grantees

Spring 2022: Watch for Future Funding Opportunities!

FALL 2021

WINTER 2021/EARLY 2022

SPRING 2022

DTSC EnCouRaGes you to apply!

OUESTIONS? WE'RE HERE TO HELP

DTSC has a dedicated team to answer technical questions and support your application. Contact ecrainfo@dtsc.ca.gov. The Center for Creative Land Recycling (CCLR) is supporting DTSC as the Brownfield Technical Assistance Provider for ECRG. Contact CCLR at ECRG@CCLR.org or (510) 269-7020.

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STAY CURRENT WITH DEVELOPMENTS IN THE ECRG PROGRAM: Sign up for the Newsletter

DTSC.CA.GOV

Support

- Center for Creative Land Recycling (CCLR) selected Brownfield Technical Assistance Provider (B-TAP)
- CCLR is developing a suite of resources for applicants, including:
 - Free webinars covering qualifying criteria, the application process, and scoring
 - Application assistance through one-on-one calls and in-person and virtual meetings
 - Support for property reuse planning
- Up to date website with frequent updates
- DTSC Office of Brownfields available for support

Resources

- 1. Equitable Community Revitalization Grant webpage
- 2. Equitable Community Revitalization Grant process Quick Reference Guide
- 3. Equitable Community Revitalization Grant Pre-Qualification Application Guidelines
- 4. CalEnviroScreen 3.0 and locator tool
- 5. For questions about the ECRG contact ECRGInfo@dtsc.ca.gov
- For assistance filling out the application form, or for any other technical assistance needs, please contact (510) 269-7020 or ecrg@cclr.org

Desired Outcomes

- Reduce environmental uncertainties
- Remove barriers to reuse planning
- Make land safe for proposed uses
- Support land-use entities in their revitalization efforts
- Facilitate equitable outcomes for disadvantaged communities and vulnerable populations

We EnCouRaGe environmental investigation and cleanup
We EnCouRaGe you to apply



HCD Funding Sources: Infill Infrastructure Grant Program (IIG)

California Department of Housing and Community Development

Aleksandra Djurasovic

Senior Specialist





Presentation Contents

- IIG Program Overview
 - Background
 - Guidelines
 - Notice of Funding Availability (NOFA)





IIG Program Overview





Background: Concepts

- Infill Infrastructure Development
- Smart Growth



Source: Coalition for a Liveable Sudbury





Background: Purpose and Objective

- Purpose
 - Implement and interpret the Health and Safety Code (HSC) which established the IIG Program.
- Objective
 - Promote infill housing development
 - This objective is accomplished by providing financial assistance for <u>Capital Improvement Projects (CIPs)</u> that are a part of, or necessary to facilitate the development of, a <u>Qualifying Infill Project (QIP)</u> or a <u>Qualifying Infill Area (QIA)</u>.





Background: Financial Assistance

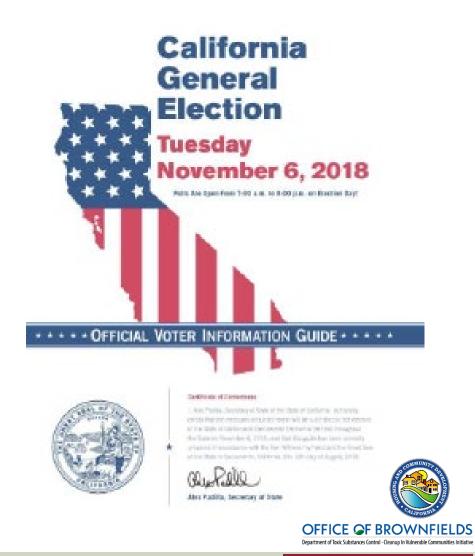
- Assistance type
 - Grants for infrastructure improvements necessary for residential or mixed-use infill development Projects or Areas.





Background: Financial Assistance

- Proposition 1C
- AB 101
- Proposition 1





Background: Financial Assistance

	2008	2009	2013	2014	2017	2019	2021
Round 1	\$240 million						
Round 2		\$197 million					
Round 3			\$70 million				
Round 4				\$40 million			
Round 5					\$50 million		
Round 6						\$279 million	
Round 7							\$160 million



Program Guidelines and NOFA

Infill Infrastructure Grant Program

Guidelines



Gavin Newsom, Governor State of California

Lourdes M. Castro Ramírez, Secretary Business, Consumer Services and Housing Agency

Gustavo Velasquez, Director California Department of Housing and Community Development

2020 West El Camino Avenue, Suite 500 Sacramento, CA 95833 IIG Program Email: Infill@hcd.ca.gov

May 12, 2021

Infill Infrastructure Grant Program

Round 7 Notice of Funding Availability



Gavin Newsom, Governor State of California

Lourdes M. Castro Ramírez, Secretary Business, Consumer Services and Housing Agency

Gustavo Velasquez, Director
California Department of Housing and Community Development

2020 West El Camino Avenue, Suite 500, Sacramento, CA 95833 Telephone: (916) 263-2771 Website: www.hcd.ca.gov/grants-funding/active-funding/ligp.shtml

> Infill Infrastructure Grant Program Email: infill@hcd.ca.gov

> > May 12, 2021





Program Guidelines: Eligible Applicant

- A nonprofit or for-profit Developer of a QIP.
- A city, county, city and county, public housing authority, or redevelopment agency that has jurisdiction over a QIA.
- A city, county, city and county, public housing authority, or redevelopment agency that has jurisdiction over a QIA applying jointly with an "owners' association.
- The duly constituted governing body of an Indian reservation or rancheria that has jurisdiction over a QIA or a Tribally Designated Housing Entity that is the Developer of a QIP.





Program Guidelines: Eligible Projects

IIG Funds:

- Capital Improvement Project (CIP)
 - A Capital Improvement Project must be an integral part of, or necessary for the development of, either a QIP or housing designated within a QIA





Program Guidelines: Concepts

Capital Improvement Projects (CIPs)

• Qualifying Infill Projects (QIPs)

• Qualifying Infill Areas (QIAs)





Program Guidelines: Eligible Costs

- Parks or Open Space
- Water, sewer, or other utility service improvements
- Street, road, and bridge construction and improvement
- Structured Parking
- Transit linkages and facilities
- Facilities that support pedestrian or bicycle transit
- Traffic mitigation
- Site clearance, grading, preparation, and demolition
- Sidewalk or streetscape improvements
- Storm drains, stormwater detention basins, culverts, and similar drainage features
- Required environmental remediation
- Site acquisition or control for the CIP
- Soft costs
- Other Capital Asset costs
- Impact fees





Program Guidelines: Ineligible Costs

- Developer fees
- Site acquisition for housing and mixed-use structural improvements
- Housing or mixed-use structures
- Soft costs related to ineligible costs
- In-lieu fees for local inclusionary programs





Program Guidelines: Threshold

- The QIP and/or QIA applications <u>must</u> meet all of the following conditions:
 - Located in an Urbanized Area
 - Located in Localities with housing element compliance
 - Include at least 15 percent of Affordable Units
 - Meet the minimum density requirements
 - Located in an area designated for mixed-use or residential development
 - Meet the requirements for unit replacement
 - Meet the Net Density requirements
 - Designate the proposed residential units in the QIP or QIA
 - Demonstrate the percentage of Affordable and restricted Units
 - Construction shall not have commenced prior to the application deadline



Program Guidelines: Selection Criteria

Project Readiness	100 points
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Affordability 60 points

Density 40 points

Access to Transit 20 points

Proximity to Amenities 20 points

Consistency with Regional Plans 10 points

TOTAL 250 POINTS





NOFA

NOFA specifies:

- Grant amounts and limits
- Minimum/Maximum point scores
- Geographic distribution
- Performance requirements
- Tie-breaking criteria

Round 7 NOFA:

- Released May 2021
- \$160 million

Infill Infrastructure Grant Program

Round 7 Notice of Funding Availability



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California Department of Housing and Community Development

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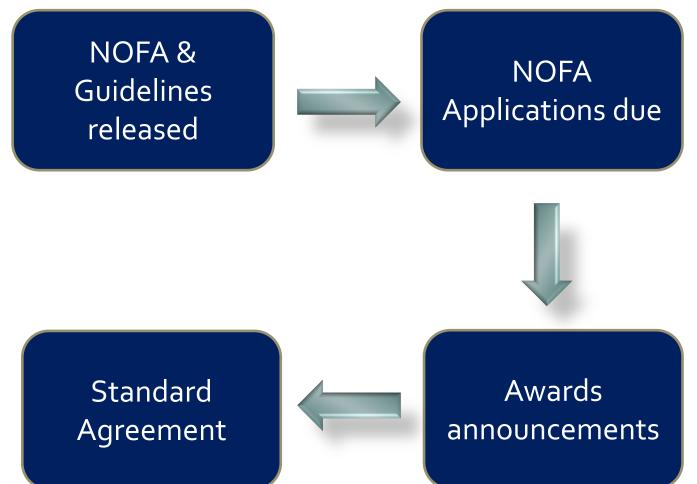
Website: www.hcd.ca.gov/grants-funding/active-funding/ligp.shtml

Infill Infrastructure Grant Program Email: infill@hcd.ca.gov

May 12, 2021



NOFA: Timeline







IIG Contact Information

Contact Us!

Aleksandra Djurasovic, HCD Specialist 916-263-7455

aleksandra.djurasovic@hcd.ca.gov

General questions and comments can be directed to:

infill@hcd.ca.gov

Website:

https://www.hcd.ca.gov/grants-funding/active-funding/iigp.shtml





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OFFICE OF BROWNFIELDS

USEPA Brownfields Grants



White Hat EPA

*FY2022 grant applications are due December 1, 2021.

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- USEPA brownfields program is designed to empower states, communities, and other stakeholders in economic redevelopment to work together in a timely manner to inventory, assess, safely clean up, and sustainably reuse brownfields.
- The program provides financial and technical assistance for brownfields revitalization

USEPA Brownfields Grant Types



Assessment



Direct Cleanup



Cleanup Revolving Loan Fund



Others

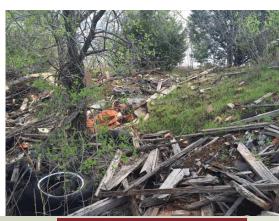
Multipurpose Grants, Targeted Brownfields Assessments, State and Tribal Response Program, Job Training Grants

USEPA Brownfields: Assessment Grants

- Inventory, assess, characterize, and conduct cleanup and redevelopment planning, community involvement related to brownfield sites.
- Community-wide, Site-specific (single property).
- Community-wide up to \$500,000 for hazardous substance or petroleum.
- <u>Eligible Applicants:</u> General Purpose Unit of Government, Non-Profits, States, Tribes
- <u>Eligible Activities:</u> Phase I ESA, Phase II ESA, Asbestos Survey, Lead-Based Paint Inspection, Household Hazardous Waste, **Planning (Market Evaluation or Analysis, Site Design and Redevelopment Planning)**

USEPA Brownfields: Cleanup Grants

- To carry out cleanup activities at brownfield sites
- Up to \$500,000 per property with limited waivers for up to \$650,000
- Cost share requirement of 20%; Must have FEE SIMPLE TITLE of the property; public notice requirements
- Must have Phase II ESA complete prior to grant application submittal
- <u>Eligible Applicants:</u> General Purpose Unit of Government, Non-Profits, States, and Tribes
- <u>Eligible Activities:</u> Vapor Mitigation, Cleanup Planning Active Remediation, Asbestos Abatement



USEPA Brownfields: Revolving Loan Fund (RLF) Grants

- Make low interest loans and sub-grants to carryout cleanup activities at brownfields properties
- More sophisticated program...should consider for 'seasoned' brownfields programs
- Up to \$1,000,000 per eligible entity
- (Minimum) 60% loans, (Maximum) 40%-cleanup sub-grants
- Cost share requirement of 20%
- <u>Eligible Applicants:</u> General Purpose Unit of Government, Non-Profits, States, Tribes
- <u>Eligible Activities:</u> Low-Interest Loans for Cleanup and Sub-Grants

Brownfields Redevelopment Process



Questions?

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