



AN EXECUTIVE SUMMARY OF HUD'S NEW CDBG-MIT PROGRAM

Who is Hagerty?

Hagerty Consulting is one of the nation's leading emergency management consulting firms that helps clients prepare for, respond to, and recover from disasters. Established in 2001, we have more than 450 consultants across the US supporting our clients. These professionals have managed more than \$40 billion in Federal Emergency Management Agency (FEMA) and US Department of Housing and Urban Development (HUD) recovery grants for clients across the nation.

Learn More

To learn more about the innovative and customized solutions Hagerty Consulting can provide to your entity, jurisdiction, business or organization, contact:

Stan Gimont

Senior Advisor for Community Recovery

Stan.Gimont@hagertyconsulting.com

703.915.2412

Stan formerly served as HUD's Deputy Assistant Secretary for Grant Programs and has managed over \$95B in CDBG programs.

Matt Hochstein

Vice President, Client Services

Matt.Hochstein@hagertyconsulting.com

919-621-5634

Mark O'Mara

Director of Recovery

Mark.OMara@hagertyconsulting.com

717-676-0278

www.hagertyconsulting.com

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On August 30, 2019, HUD published the long-awaited Federal Register Notice that provides guidance for the new mitigation component of the CDBG disaster recovery program. While HUD has allocated more than \$70 billion in CDBG-DR funding since 2001, this component, identified as CDBG-MIT, represents the first allocation solely for the purposes of mitigating the impact of future disasters.

Key Takeaways for HUD CDBG-MIT Grantees

- ✓ **\$6.875 billion of CDBG-MIT** funding to 14 grantees for 2015, 2016, and 2017 presidentially declared disasters
- ✓ **Low- and moderate-income (LMI)** reduced from 70 percent to 50 percent
- ✓ **Most Impacted and Distressed (MID)** reduced from 80 percent to 50 percent
- ✓ **Mitigation Needs Assessment (MNA)** that incorporates identified risks from the grantee's approved FEMA HMP is required
- ✓ **Planning Activities** may receive 15 percent of CDBG-MIT funding (up to \$750M)

Categories of Eligible Activities Include:

- ✓ **Infrastructure:** construction of risk reduction infrastructure or retrofitting existing infrastructure to increase resistance to disasters
- ✓ **Housing:** buyouts, residential retrofits or new construction
- ✓ **Economic development:** financing programs for commercial mitigation functions
- ✓ **Planning and administration:** developing building codes and land use plans, updating FEMA HMPs and risk-related mapping and data collection
- ✓ **Matching funds:** use of CDBG-MIT funds as match to other federal agency programs' state/local cost share (FEMA PA, HMGP, etc.)

Action Plan Submission Timelines for 2020



FL, LA, NC, SC, TX, and WU



Columbia, SC; Lexington Co., SC; Richland Co., SC; Houston, TX; and San Marcos, TX.



CA, GA, MO, and USVI

SUBJECT MATTER EXPERTISE AND STAFF AUGMENTATION

In the Notice, HUD places strong emphasis on aligning the CDBG-MIT program with FEMA mitigation programs and initiatives, particularly the Hazard Mitigation Grant Program (HMGP). Additionally, they identify a heightened scrutiny on financial management controls, procurement processes, grant management, and cost verification.

Hagerty Consulting has successfully supported the development, management, and implementation of over **\$4.5B** of CDBG grants and **\$1.5B** of HMGP grants.