

Wisconsin Department of Administration

Division of Energy, Housing and Community Resources

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Who We Serve



DEHCR administers a full array of housing, community development, energy and weatherization programs designed to provide assistance to both communities as well as low-and-moderate income individuals/households.

Utilizing a mixture of state and federal funds, the Division administers programs designed to:

- Create jobs and spur economic activity
- Build and replace community infrastructure
- Build new rental housing
- Repair and rehabilitate both multi-family and single-family homes
- Provide assistance to aid potential homebuyers
- Provide critical assistance to homeless individuals and families by awarding grants for: emergency shelters, a full suite of essential services, and funding transitional and rapid re-housing
- Provide disaster recovery for housing, businesses, and public infrastructure
- Provide energy assistance to low income residents
- Provide weatherization services to low income residents



DEHCR administers the following programs that support <u>economic development</u> projects:

- 1. Community Development Block Grant-Public Facilities for Economic Development (CDBG-PFED)
- 2. Community Development Block Grant-Economic Development (CDBG-ED)

Public Facilities for Economic Development (CDBG-PFED) Program



- Grant to local government; infrastructure improvements for a business that will create or retain jobs.
- Maximum Award:
 - \$750,000 or Up to \$35,000/job created or retained
 - Typical Award is \$15,000-\$20,000 per job
- 51% of jobs created must be held by low- to moderate-income (LMI) persons.
- 50% Match required.
- Eligible Uses of Funds include:
 - Streets,
 - Water System,
 - Wastewater System,
 - Storm Water System
- Applications accepted continuously.

PFED EXAMPLE: VILLAGE OF ROCKLAND

- Village of Rockland used CDBG-PFED funds to improve utility services to Rockland Flooring
- Business constructed a 35,000 sq. ft. expansion of its facilities
- Create 30 full-time positions (at least 51% LMI)

		Local Match		
USES	CDBG PFED	Village of Rockland	DOT	TOTAL
		Rockland	TEA	
Sanitary Sewer	\$145,000			\$145,000
Streets/Sidewalks	\$127,500	\$90,000	\$217,500	\$435 <i>,</i> 000
Water	\$205,000			\$205 <i>,</i> 000
Engineering		\$87,000	\$58,000	\$145,000
Administration		\$25,000		\$25 <i>,</i> 000
TOTAL(S):	\$477,500	\$202,000	\$275,500	\$955 <i>,</i> 000





Economic Development (CDBG-ED) Program



- Grant to local government; forgivable loan to a business that will create or retain jobs.
- Maximum Award:
 - \$1,000,000, 50% of eligible project costs or \$35,000 per job, whichever is less
 - Typical award is \$7,000 \$10,000/job created or retained;
- 51% of jobs created or retained must be held by low- to moderate-income (LMI) persons.
- Eligible Uses of Funds include:
 - Equipment Purchases,
 - Acquisition,
 - Working Capital,
 - Building Construction
- Applications accepted continuously.



The State administers the following programs for **multi-family housing** developments:

- 1. Rental Housing Development (RHD)
- 2. Community Development Block Grant Housing

Rental Housing Development (RHD) Program



- Applications will be accepted for construction or rehabilitation projects of two or more rental units to develop affordable rental housing.
- Funds are available to developers, small scale property owners, Community Housing Development Organizations (CHDOs), local governmental redevelopment authorities, and public housing authorities.
- Maximum Award = \$1,000,000
- Funds must be used for:
 - Acquisition,
 - Rehabilitation, and/or
 - New Construction activities
- Funds must serve households at or below 60% of the County Median Income (CMI).
- Projects receiving RHD funds are subject to rent limitations for a specified period of time (Affordability Period).

RHD Project – Nicolet Townhomes, De Pere, WI - May, 2015

- Keystone Development
- Project Cost \$9.4M
- HOME Funds \$494,100
- Units 60 total, 9 HOME units (6 @ 30% CMI, 3 @ 50% CMI)
- Joint Funding WHEDA & LIHTC



RHD Project – Artist Lofts – Manitowoc, WI - 2016

- Impact Seven
- Project Cost \$9.4M
- HOME Funds \$500,000
- Units 36 total, 11 HOME units (6 @ 50 CMI, 5 @ 30% CMI)
- Joint Funding WHEDA & LIHTC
- Historic Tax Credits
- CDBG Local Revolving Loan Funds





Housing (CDBG-HSNG) Program



- Grant to local government (lead County of housing region).
- Award for Rental Rehab:
 - Projects exceeding \$50,000 require DEHCR approval
- 51% of beneficiaries/residents must be low- to moderate-income (LMI) persons.
- Eligible Uses of Funds include:
 - Rehabilitation of existing rental units,
 - Conversion of underutilized space or vacant building,
 - Acquisition
- Applications accepted continuously.



DEHCR administers the following programs for **single-family housing** projects:

- 1. HOME Homebuyer and Rehabilitation (HHR) Program
- 2. Community Development Block Grant Housing (CDBG-H) Program
- 3. Housing Cost Reduction Initiative (HCRI) Program

HOME Homebuyer and Rehabilitation (HHR) Program



- LMI households eligible (at or below 80% county median income level).
- Assists in home purchase assistance and necessary home rehabilitation and other vital improvements for dwelling units.
- Down payment assistance (grant or deferred/low interest loan).
- Development of new construction.

Housing (CDBG-Housing) Program

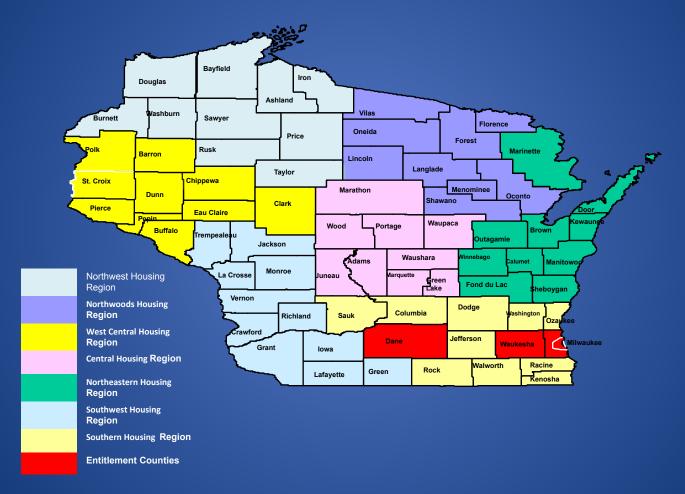


- Funding distributed through 7 Housing Regions.
- Provides no-interest deferred payment loans to low- and moderate-income (LMI) homeowners and first time LMI homebuyers.

• Eligible Activities include:

- Rehabilitation of dwelling units,
- Removal of architectural barriers,
- Homeownership opportunities for renters, and
- Reconstruction.

CDBG HOUSING REGIONS



Housing Cost Reduction Initiative (HCRI) Program



- Down payment or gap financing assistance.
- Payments to cover mortgage, property tax, principal, interest and or arrearages.
- Homebuyer properties must be single-family and the primary residence of the owner.
- HCRI funding cannot be used for development costs, improvements to dwelling units, or payments on a construction or rehabilitation loan.



The State administers the following programs for community development projects:

- 1. Community Development Block Grant-Public Facilities (CDBG-PF)
- 2. Community Development Block Grant-Planning (CDBG-PLNG)

Public Facilities (CDBG-PF) Program



- Grant to local government (towns, villages, and non-urban cities and counties).
- Maximum Award = up to \$1,000,000.
- 50% Match required.
- 24 months to complete project.
- Must meet a National Objective (LMI Benefit, Slum/Blight Removal or Urgen Local Need).
- Eligible funded activities :
 - Streets,
 - Drainage Systems,
 - Water and Sewer Systems,
 - Community Buildings (Fire Station, Senior Center, Community Center, Library)
- Annual Competition (Applications due May 14, 2020).



FIRE DEPARTMENT

Low - Moderate Income Communities



- Based on the HUD provided low moderate income data obtained from the 2011-2015 ACS Survey the following communities are considered low to moderate income:
 - City of Ladysmith
 - Villages of Bruce, Conrath, Glen Flora, Sheldon, Tony, Weyerhaeuser
 - Towns of Dewey, Grant, Hawkins, Hubbard, Lawrence, Marshall, Murray, Richland, South Fork, Strickland, Washington, Wilson
- These communities are eligible to apply for community-wide benefit projects within the Public Facilities and Planning Grant Programs.
- No income survey required.

Planning (CDBG-PLNG) Program



- Funds granted to local communities to address major local economic or community development proposals, or unexpected economic activities with potential impact to the community.
- Plans can also be site specific such as redevelopment plans for underutilized properties.
- Maximum award:
 - Up to \$50,000 for Community-Wide Plan or Site-Specific Plan
- 50% Match required.
- Examples of recent CDBG Planning Grant awards:
 - Town of Bridge Creek Comprehensive Plan
 - Village of Luck/Polk County Housing Studies
 - Village of Wausaukee Community Center Redevelopment Plan
 - Bayfield/Ashland County Housing Study

Deadlines, Updates, and Looking to the Future

• Public Facilities (CDBG-PF) Application Deadline is May 14, 2020.

 2020-2024 Consolidated Plan is being prepared. Road map for CDBG investment for next five years.

CDBG Housing Revolving Loan Fund Utilization



DEHCR Bureau of Community Development

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