



# Summary of Local REAP Suballocations

ABAG Housing &  
BAHFA Oversight  
Committees

April 13, 2023

# REAP 1.0 Overview

- One-time \$24 million state grant to ABAG
- Eligible uses are limited to planning activities that accelerate housing production and implement 6<sup>th</sup> Cycle RHNA
- Original statutory expenditure deadline of **December 31, 2023**. This expenditure deadline is incorporated into HCD's Funding Agreement with ABAG and drives local invoicing deadline of **September 30, 2023**.
- Legislature extended the statutory expenditure deadline to December 31, 2024
  - However, to meet this deadline HCD will close grants with each COG by **June 2024**, which will drive an anticipated local invoicing deadline of **April 2024**
  - HCD has yet to amend our Funding Agreement; ABAG is currently bound by the 2023 deadlines



# REAP 1.0 Suballocations - Summary Update

- ABAG suballocated **\$10,880,000** to local governments, with some funding provided to all 109 jurisdictions
- Since July 2021, local governments have been eligible to claim suballocations
- Most jurisdictions have claimed their funds:

	<b>Amount</b>	<b>% Claimed</b>
<b>7 Planning Collaboratives:</b>	\$4,700,000	100%
<b>109 Local Planning Grants:</b>	<u>\$6,180,000</u>	96%
	<b>\$10,880,000</b>	

# Outreach & Support for Local Governments

**During the last two years, ABAG has conducted extensive outreach to local governments to encourage and support them to access suballocation funding:**

- Repeated, direct outreach to local staff in each jurisdiction
- Multiple presentations to all Planning Directors at regular county-level meetings
- More than a dozen emails via listservs and curated monthly Bulletins to local Planning Directors, as well as line staff working on Housing Element updates in the Subregional Planning Collaboratives
- Presentations to ABAG Housing Committee and Executive Board

**ABAG has provided significant support to relieve the administrative burden on local staff:**

- One-on-one meetings with local staff; technical assistance to complete necessary paperwork
- Simplified template Scope of Work to enable swift reimbursement for Housing Element expenses

# Unclaimed Local Suballocations

	Number of Jurisdictions	Award Amounts
Missing Scope of Work:	10	\$400,426
Unclaimed funds:	2	<u>\$52,688</u>
		\$453,114

*See Attachment A for a summary of outstanding grants by jurisdiction and amount*

# Challenges

- Invoicing/Expenditure deadlines are looming
  - Currently bound by 2023 dates
  - Even if/when Funding Agreement is amended, it will only give 6 months extra not full year
- Regardless of Dec 2023 or June 2024 deadline, the timeline is tight because of:
  - Administrative requirements to process all suballocations and close out REAP grant
  - Time required to reprogram funds and ensure that new activities meet the invoicing/expenditure deadline
- Housing Committee and Exec Board expressed interest in advocating for additional and/or ongoing state funding; these efforts will be undercut if Bay Area cannot expend REAP 1.0 fundings in a timely manner

# Seeking Direction from Committee on Staff Recommendations:

- Notify jurisdictions with unclaimed funds of May 1, 2023 deadline
- Continue to provide assistance to claim funds
- Bring updated budget to ABAG Housing Committee and Executive Board in May to reprogram unclaimed funds to provide additional technical assistance to Bay Area jurisdictions