

COVID-19

Homeless System Response: ESG-CV Notice CPD-22-06 Quick Reference

Spending Deadlines

- The Notice replaces the March 31, 2022, deadline for expending 80% of funds with a June 16, 2022, deadline drawing 50% of funds. HUD may recapture up to the difference between 50 percent of the total amount the recipient received through the first and second allocations of ESG-CV funds (adjusted by any already recaptured amounts, as applicable) and the amount of ESG-CV funds a recipient has drawn from IDIS by 6/16/2022.
- The Notice extends the 9/30/2022 overall expenditure deadline to:
 - 9/30/2023 for ESG-CV funds (except for Administration and HMIS)
 - 12/31/2023 for ESG-CV Admin and HMIS costs needed for closeout
 - 6/30/2024 for reallocated funds

ESG-CV Funds Description	Spending Requirement	Deadline
Rounds 1 + 2	50% Drawn	June 16, 2022
	100% Expended	September 30, 2023
	100% Expended	December 31, 2023
Reallocated Funds	100% Expended	June 30, 2024

Waiver of Limits on Housing Stability Case Management

The Notice waives the 24-month limit on housing stability case management (during any three-year period) to allow program participants to maintain their housing, avoid congregate settings and decrease the risk of contracting COVID-19.

Waiver of Obligation Deadline Requirement for State ESG Recipients

State recipients of reallocated funds must obligate funds within 180 days from the date HUD signs the grant agreement amendment for reallocated funds.

Waiver of ESG Program Requirement for Reallocation

This waiver allows HUD to use an alternative reallocation formula and to expedite reallocations.

Establishes Process for Recapture and Reallocation Funds

- HUD will post reallocation amounts and provide recipients with 7-days to accept funds.
- HUD will obligate funds via grant agreement amendment. Recipients of reallocated funds must amend their consolidated plan, post on a government website, and update IDIS.
- Recipients from which HUD recaptures funds must amend their consolidated plan and update IDIS.

Expiration of ESG-CV Flexibilities for Annual Grants

Confirms that all ESG-CV flexibilities applied to annual ESG used to prevent, prepare for, and respond to coronavirus expire on September 30, 2022.

Reallocation Formula Description

- The minimum allocation is \$100,000; the maximum amount is 50% of the Round 1 and Round 2 ESG-CV grant.
- Two-step Reallocation Formula:
 - If possible, funds are geographically rolled up or down in the same geography as the recipient from which HUD recaptured funds.
 - Otherwise, funds are distributed through a national formula based on recipients that drew the most funds for rapid rehousing and overall.