

~~DRAFT~~ WAG Recommended Contingency Plan for FY 2025

Federal Funding Allocations for FY 2025

Recommended allocations of FY 2025 CDBG, ESG and HOME funding (Federal Funding) and program income were based on estimates. If there is a 10 percent or greater difference between the estimated and actual CDBG, ESG and/or HOME funding awarded for FY 2025, the County's Board of Supervisors reserves the right to reconsider the proposed funding allocations. If there is less than a 10 percent difference between the estimated and actual funding awarded, Fairfax County will utilize the following contingency provision governing the use of the Federal Funds:

CDBG

- A. If the actual CDBG funding amount is lower than the estimated funding, all CDBG-funded activities are proportionally decreased from the estimated funding levels to match the actual CDBG award amount, with the following exceptions:
- The Section 108 Loan Payment will remain as represented in the plan.
 - The total allocation for General Administration, Planning, Fair Housing, and Homeownership Administration will be capped at 20 percent of the CDBG award based on HUD limits.
 - The Targeted Public Services (CCFP TPS) allocation will be capped at 15 percent of the CDBG award based on HUD limits.
 - Funding allocations for Section 108 Loan, General Administration, Planning, Fair Housing, Homeownership Administration and CCFP TPS will be made prior to any proportional adjustments to the remaining CDBG-funded activities.
- B. If the actual CDBG funding amount is greater than the estimated funding, all CDBG-funded activities are to be funded as represented in the plan, with the following exceptions:
- The total allocation for General Administration, Planning, Fair Housing, and Homeownership Administration will be capped at 20 percent of the actual CDBG award.
 - The CCFP TPS allocation will be increased to an amount capped at 15 percent of the actual CDBG award.

- The unallocated balance of the CDBG funding available as a result of the funding increase will be allocated as follows:
 - 30 percent to the NOFA/RFP; and
 - 70 percent to FCRHA and Fairfax County Rehabilitation and Acquisitions

HOME

- A. If the actual HOME funding amount is lower than the estimated funding, all HOME-funded activities are proportionally decreased from the estimated funding levels to match the actual HOME award amount, with the following exceptions:
- The total allocation for HOME Administration and Fair Housing will be capped at 10 percent of the HOME award based on HUD limits.
 - Federal regulations require that jurisdictions set-aside a minimum of 15 percent of the HOME award each year for Community Housing Development Organization (CHDO) investment. The CHDO set-aside will be 15 percent of the actual HOME award.
 - Funding allocations for HOME Administration, Fair Housing and CHDO will be made prior to any proportional adjustments to the remaining HOME funded activities.
- B. If the actual HOME funding amount is greater than the estimated funding, all HOME-funded activities will be funded as represented in the plan, with the following exceptions:
- The total allocation for HOME Administration and Fair Housing will be capped at 10 percent of the actual HOME award.
 - The CHDO set-aside will be 15 percent of the actual HOME award.
 - The unallocated balance of the HOME funding available as a result of the funding increase will be allocated to the NOFA/RFP.

ESG

All ESG-funded activities are proportionally increased or decreased from the estimated funding levels to match the actual ESG award amount.

Program Income Available for Use in FY 2025

All Program Income received from activities funded with CDBG and/or HOME in excess of the estimates for FY 2025 is to be allocated as follows:

- Program Income (i.e., net operating income) received from FCRHA-owned properties that were acquired as part of the Affordable Dwelling Units (ADU) program will be allocated to FCRHA and Fairfax County Rehabilitations and Acquisitions.
- All excess CDBG Program Income will be allocated to FCRHA and Fairfax County Rehabilitations and Acquisitions or other priority program needs.
- All excess HOME Program Income will be allocated to the RFP.