YR. 52 COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) PROGRAM

Informational Workshop for Public Facilities & Improvements Projects



Thursday, December 11, 2026 6:30 pm Neighborhood Development Division



OUTLINE

- What are Public Facilities and Improvements?
- National Objectives
- Examples of Eligible Activities
- Overall Eligible Uses
- Ineligible Uses
- Previous Project Information
- Factors to Consider When Applying For CDBG Funding
- Regulations and Requirements
- Environmental Review Record
- Cost Estimates / Procurement Process
- Examples of Past Facilities Projects
- Key Criteria When Applying for CDBG Funding
- Questions & Answers

WHAT ARE PUBLIC FACILITIES & IMPROVEMENTS?

Public Facilities and Improvements include all facilities that are publicly owned, or owned by non-profit organizations, and are open to the general public. Facilities must operate and be open, during normal business hours.

As most Public Facilities and Improvements projects are government-focused (streets & sidewalk resurfacing, emergency fire equipment, etc.), this RFP is aimed at assisting non-profit organizations and their facilities.

NATIONAL OBJECTIVES

All Public Facilities and Improvements Projects must address one of the following three <u>National Objectives:</u>

Benefit Low and Moderate Income (LMI) Persons

- Less than 80% of HUD area median income
 - Area Benefit, Limited Clientele, Housing, Jobs

Aid in the Prevention of Slums or Blight

Area Basis, Spot Basis, Urban Renewal

Address an Urgent Need

Ex. natural disasters, immediate threats to local health and safety

EXAMPLES OF ELIGIBLE FACILITIES

- Neighborhood / Community Centers
- Homeless Facilities
- Facilities for Persons with Special Needs
- Parks / Playgrounds
- Youth Programs Facilities
- Senior Centers
- Education Facilities
- Health Facilities
- Streets & Sidewalks

OVERALL ELIGIBLE USES

Examples:

- Moderate / Substantial Rehabilitation
- Energy Efficiency Improvements
- Acquisition
- Historic Preservation
- Public Safety Improvements
- Demolition, Clearance & Removal of Architectural Barriers
- Americans with Disabilities Act (ADA) Improvements

INELIGIBLE USES

- General Maintenance and Repairs
 - Filling potholes / cracked sidewalks
 - Replacing light bulbs, etc.
- Operating costs
 - Purchasing / leasing of construction equipment
- Buildings for general conduct of government
- Spaces that specifically involve religious worship
- Non-permanent fixtures or mobile equipment

PREVIOUS PROJECT INFORMATION

Types of RFP Projects Completed / Funded in Recent Past

- HVAC Purchase / Installation / Repairs
- Pool Deck Resurfacing for Recreation Centers
- Roof Renovations
- Gymnasium Renovations / Youth Recreation
- Elevator Modernization
- ADA-Compliant Bathroom Installation

- Historic Preservation / Refurbishing
- Site Accessibility Upgrades
- Flooring Rehabilitation / Replacement
- Parking Lot Reconfiguration & Resurfacing
- Facility Signage Improvements
- Safety and Security Improvements

PREVIOUS PROJECT INFORMATION (CONTINUED)

This current CDBG year (FY26), the City of Worcester is supporting facilities improvements for local non-profit organizations:

- Total Non-Profit Facilities Projects: 3
- Average Project Allocation: \$102,986.66
- Total Facilities Allocations (Including Interdepartmental Projects): \$1,583,960.00

FACTORS TO CONSIDER WHEN APPLYING FOR CDBG FUNDING

- Nature of Project
- Location and Age of Facility
- Expected Cost of Project
- Additional or Mixed Funding Sources
- Federal, State, and Local Regulations
- Reporting Requirements and Project Monitoring

REGULATIONS AND REQUIREMENTS

- 2 CFR 200 Uniform Administrative Requirements
 - Cost Principles
 - Audit Requirements
 - <u>SAM.gov</u> Debarment Check & Registration (monitoring conducted by staff)
 - Full registration required
 - This will also apply to your subcontractor(s)
 - Unique Entity Identifier (UEI) will be assigned during registration process
 - Grant Monitoring & Close Out

REGULATIONS AND REQUIREMENTS (CONTINUED)

Davis-Bacon and Related Acts

- Requires contractors pay employees the Federal or State prevailing wage, whichever is higher (for construction of \$2,000 or more.)
- Contractors must submit weekly payroll reports.
- CDBG staff will conduct monitoring visits to ensure compliance.

REGULATIONS AND REQUIREMENTS (CONTINUED)

- Section 3: Federal Regulations to Support Low-Income Workers
 - Required for projects >\$200,000 in CDBG assistance.
 - Ensure a percentage of employment opportunities are directed to low-income persons, and to businesses who employ low-income persons.
 - Quantitative/Qualitative reporting

Now grantees are required to report efforts and results to HUD.

REGULATIONS AND REQUIREMENTS (CONTINUED)

- Build America Buy America (BABA)
 - Applicable to projects >\$250,000, even if only partially funded by Federal grants
 - Projects must use construction materials made in America
 - Protected materials include iron and steel, manufactured products, construction materials (including wood, plastics, and composite materials), and cement.

ENVIRONMENTAL REVIEW RECORD

All CDBG-funded Public Facilities & Improvements Projects are subject to HUD environmental regulations as directed by NEPA: 24 CFR Part 58. This review is conducted by City of Worcester staff.

Environmental Review Components Include:

- Flood Zones, Airport Hazards, Toxic Contamination, Wetlands, Environmental Justice and others
- Historic Preservation
 Notification of State & Local Historical Commissions
- Tribal Notification
 Notification of Native American Tribes with area interests

COST ESTIMATES / PROCUREMENT PROCESS

- Highly recommended to receive <u>professional</u> preliminary estimate before submitting RFP
 - A minimum of three (3) vendors contacted to provide estimates will be required before project can start
- All projects subject to federal and state procurement standards
 < \$15,000: Federal Micro-Purchase

No bid solicitation required if price is reasonable

<u>\$15,000 - \$350,000</u>: Federal Simplified Acquisition Threshold

Written scope of work and solicitation of no fewer than 3 quotes

> \$350,000 Large Purchase Threshold

Sealed bid required for all estimates and quotes

EXAMPLES OF PAST FACILITIES PROJECTS

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Youth / Community Center: HVAC System Installation

Before





Youth Center: Gymnasium Renovation

Before

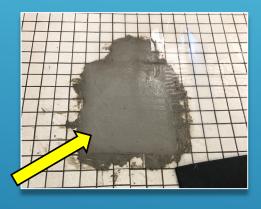


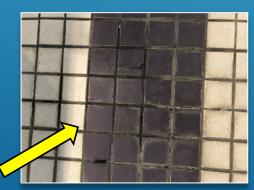


Youth Center: Pool Deck Resurfacing

Before









Transitional Housing Facility: ADA Compliant Restroom Installation

Before











Youth Center: Parking Lot Reconfiguration

Before

















Misc. Street & Sidewalk Resurfacing Projects: Arlington Street

Before





<u>After</u>





Misc. Street & Sidewalk Resurfacing Projects: Lodi Street

Before







<u>After</u>







CONSIDERING AN APPLICATION?

Key Criteria to Keep in Mind:

- ✓ Project must benefit Low and Moderate Income (LMI) Persons Less than 80% of HUD area median income Litmus Test:
 - "Area Benefit"
 - "Nature and Location"
 - "Presumed" eligible
- ✓ Consider Environmental Factors for ERR
- ✓ Consider Project Readiness- project should be "shovel ready"
 Can it be completed in one CDBG year or 2 max?
- ✓ Estimate with Federal Prevailing Wage in Mind

CONSIDERING AN APPLICATION? (CONTINUED)

Key Criteria to Keep in Mind:

- ✓ Consider ownership factors
 - Facility must be owned by applicant or have a 10-year lease min.
- Consider capacity or if you have the staff to monitor/project manage subcontractors
 - A knowledgeable and dedicated "facilities manager" or similar role is helpful.
- ✓ Do you have matching funds you can leverage?
- The grant is a reimbursement grant- do you have sufficient cash reserves/cash flow?
- ✓ Factor "change orders" and cost increases
 Subrecipient is responsible for overages beyond grant amount.

QUESTIONS & ANSWERS