



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, DC 20410-7000

OFFICE OF THE ASSISTANT SECRETARY FOR
COMMUNITY PLANNING AND DEVELOPMENT

7/13/2017

The Honorable Eddie DeLoach
Mayor of Savannah
P.O. Box 1027
Savannah, GA 31402

Dear Mayor DeLoach

On May 5, 2017, President Trump signed the Fiscal Year (FY) 2017 federal budget into law (Public Law 115-31). In the FY17 budget, Congress appropriated an additional \$40 million in Supplemental Emergency Solutions Grants Program (ESG) funds. HUD is making the funds available through a formula allocation to assist communities who lost significant capacity to serve the homeless after January 2016. These funds can be used for rapid rehousing and all other critical eligible ESG activities. I am pleased to inform you that HUD has selected your jurisdiction to receive the following amount in addition to your FY17 ESG allocation:

ESG Supplemental Allocation: \$639,157
Total FY17 ESG Allocation: \$823,801

The following clarifies the use and restrictions of this supplementation allocation:

1. The intent of these funds is to assist Continuums of Care (CoCs) that lost capacity in recent years.
2. The supplemental allocation does not increase the CoCs Annual Renewal Demand (ARD) or the Pro Rata Need for the geographic area of the CoC.
3. The supplemental funds may be expended on any eligible activity under ESG (24 CFR Part 576 Subpart B- Program Components and Eligible Activities).
4. This is a one-time allocation, with no expectation of future supplemental funding.
5. Recipients will track these funds with its annual formula allocation—there is no need to report on this supplemental allocation separately.
6. ESG reporting requirements apply to these supplemental funds. Recipients must enter data on program participants served with the supplemental allocation funds into HMIS along with all other program participants served with formula allocated funds in their recipient's FY17 e-CART.

Since these supplemental ESG funds will likely be addressed in an Annual Action Plan that includes Community Development Block Grant (CDBG) funding, please keep in mind that the Annual Action Plan must be submitted no later than August 16, 2017, in order to avoid forfeiting CDBG funding.

If you or any member of your staff have questions about these supplemental ESG funds or

require assistance in preparing and submitting your Annual Action Plan, please contact your responsible CPD office.

Sincerely,

A handwritten signature in black ink, appearing to read "Cliff Taffet". The signature is written in a cursive, flowing style with a prominent initial "C" and a long, sweeping tail.

Cliff Taffet
General Deputy Assistant Secretary