

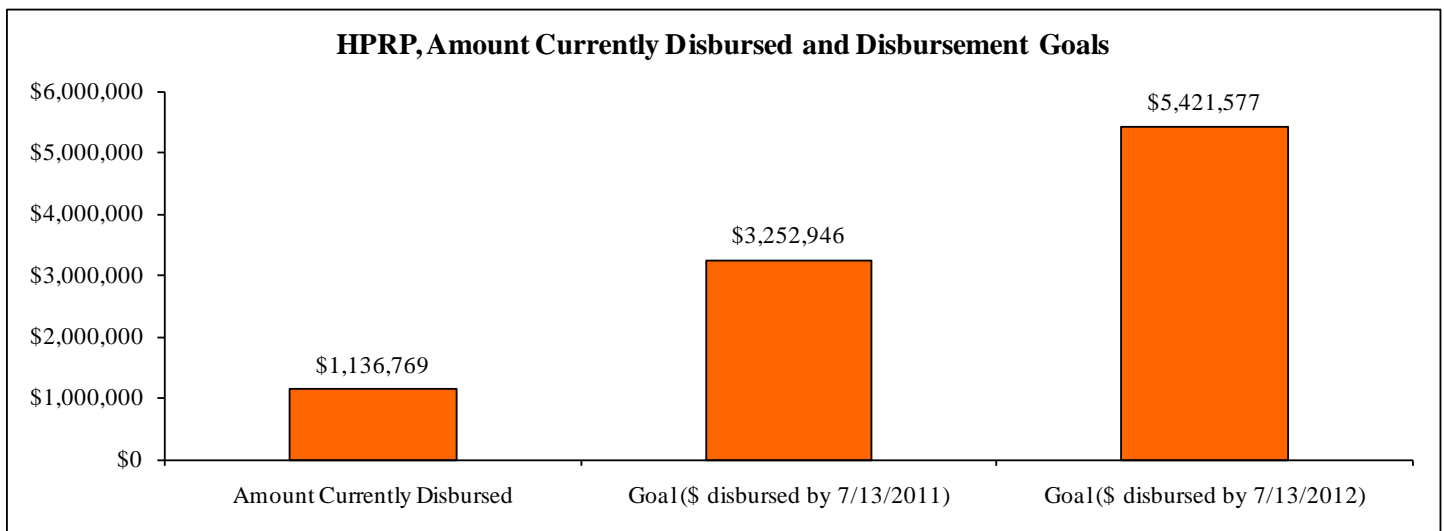
Meeting Summary

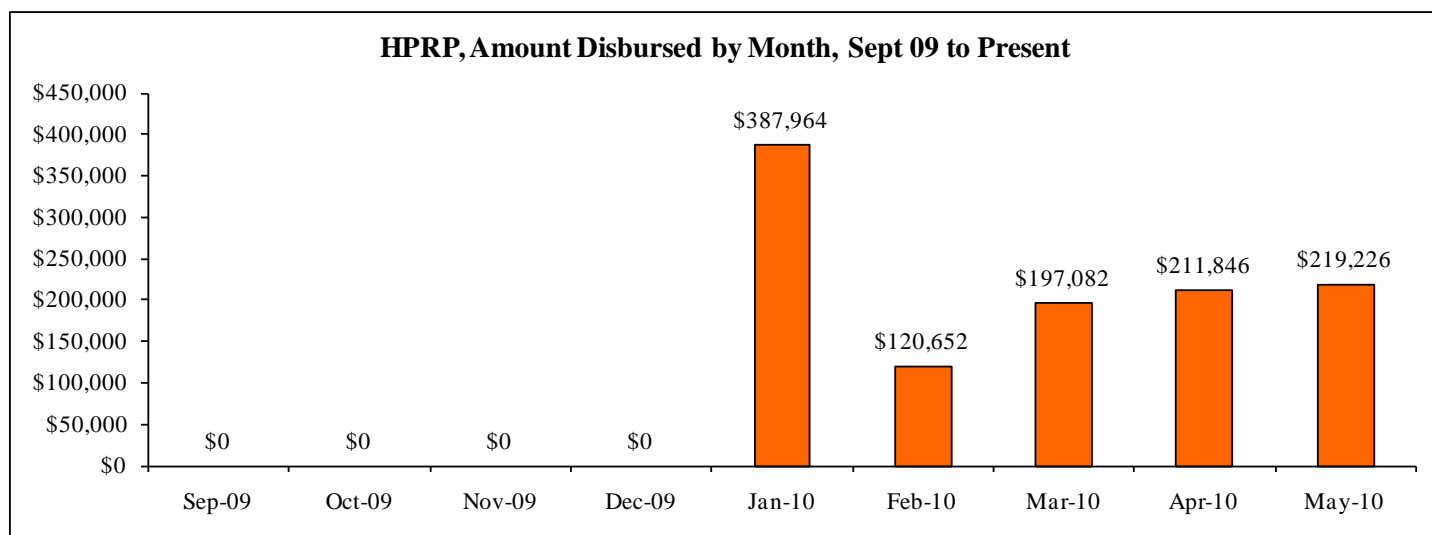
Agency: Department of Housing and Community Development (DHCD)

Following is a summary of issues discussed at the DHCD Stat on June 22, 2010. Analysis is provided by StateStat and the Governor's Delivery Unit (GDU).

General Discussion

- **Local Government Infrastructure Program (LGIF).** The agency received an indicative bond rating for the LGIF program on May 27, which assigned an Aa2 rating to LGIF senior bonds, and an Aa3 rating to subordinate bonds. Moody's advised the agency that it would have to prevent weaker governments from participating in the program in order to raise the subordinate bond rating from Aa3. The agency is reporting that it has decided not to remove any local governments from the LGIF program because it would go against the program's purpose of providing local governments with access to affordable capital, and that removing the weaker localities would only boost the bond rating from Aa3 to Aa2. The agency announced its intention to conduct a new bond sale in August.
- **Energy Efficiency Conservation Block Grants.** The agency reported at the last StateStat meeting that it had received a \$20 million grant from DOE for a variety of energy retrofits on single-family, multi-family and commercial buildings in designated Main Street areas. The agency further reported that a finalized proposal for the grant was due on May 31st, and that project plans would be firm after a final proposal was submitted.
- **Homelessness Prevention and Rapid Re-Housing Program (HPRP) Disbursement Goals.** The agency is reporting that a total of \$1,136,769 has been disbursed under HPRP. This amount is 35% of the \$3,252,946 that must be disbursed by July 13, 2011, and 21% of the \$5,421,577 that must be disbursed by July 13, 2012. The agency anticipates that disbursements will remain high as construction continues through the summer.



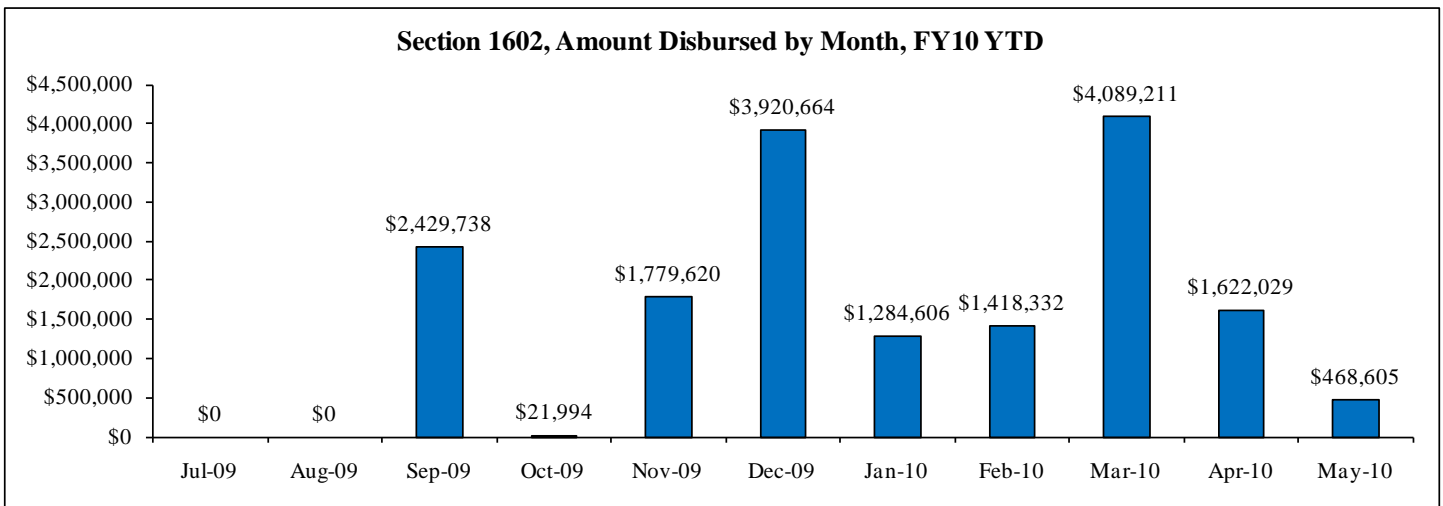
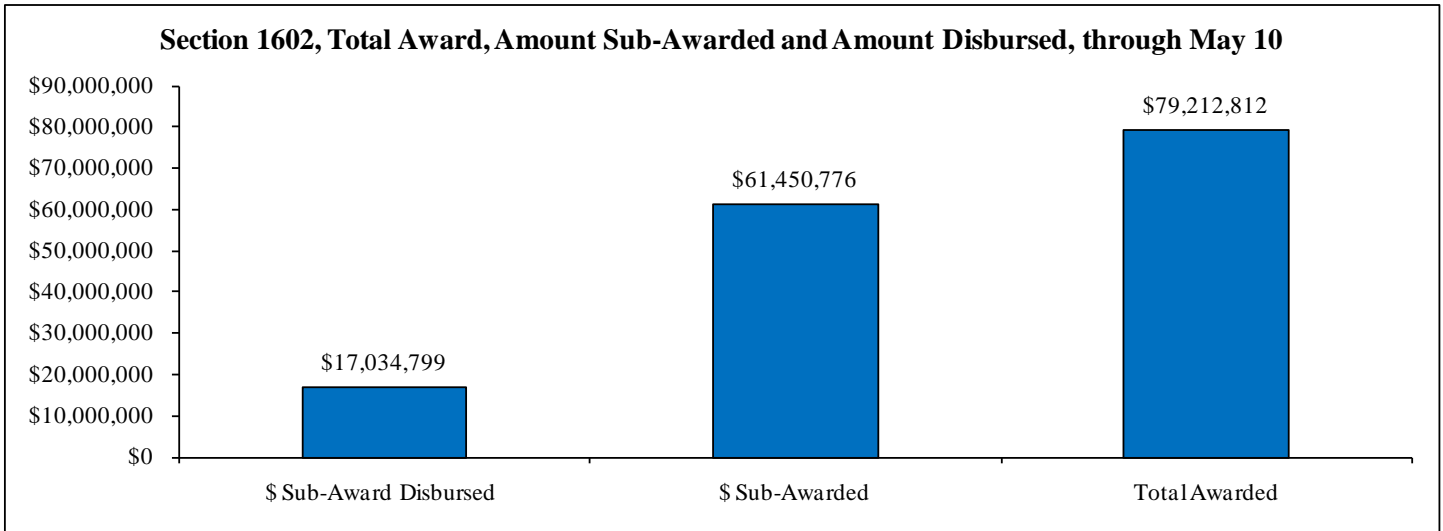


- **Awardee Inquiries.** As shown below, three of the 33 HPRP awardees have yet to request an advance in funding from the agency.
 - **Prince George's County.** The agency is reporting that Prince George's County was unhappy with the response to their RFP and plans to re-advertise in June. No sub-grantees have been selected at this point and no timeline for implementation has been set by Prince George's County. The agency contacted the HUD HPRP desk officer, who stated that HUD is willing to provide expanded technical assistance if necessary. The agency reported at the meeting that the re-issued RFP for Prince George's County closes on June 30, and that an award schedule should be made available shortly.
 - **Harford County Government.** The agency reported that the Salvation Army decided not to participate in the HPRP program due to certain language in the agreements. Money allocated to Harford County Government will be distributed between the remaining two sub-grantees with Salvation Army out of the project.
 - **United Way of Central Maryland.** The agency is reporting that United Way of Central Maryland won't be permitted to begin work until it receives a response from HUD on a waiver request for the scope of services that United Way will be providing. The agency is reporting that it has had weekly contact with HUD on the waiver request, and that a decision should be forthcoming shortly.

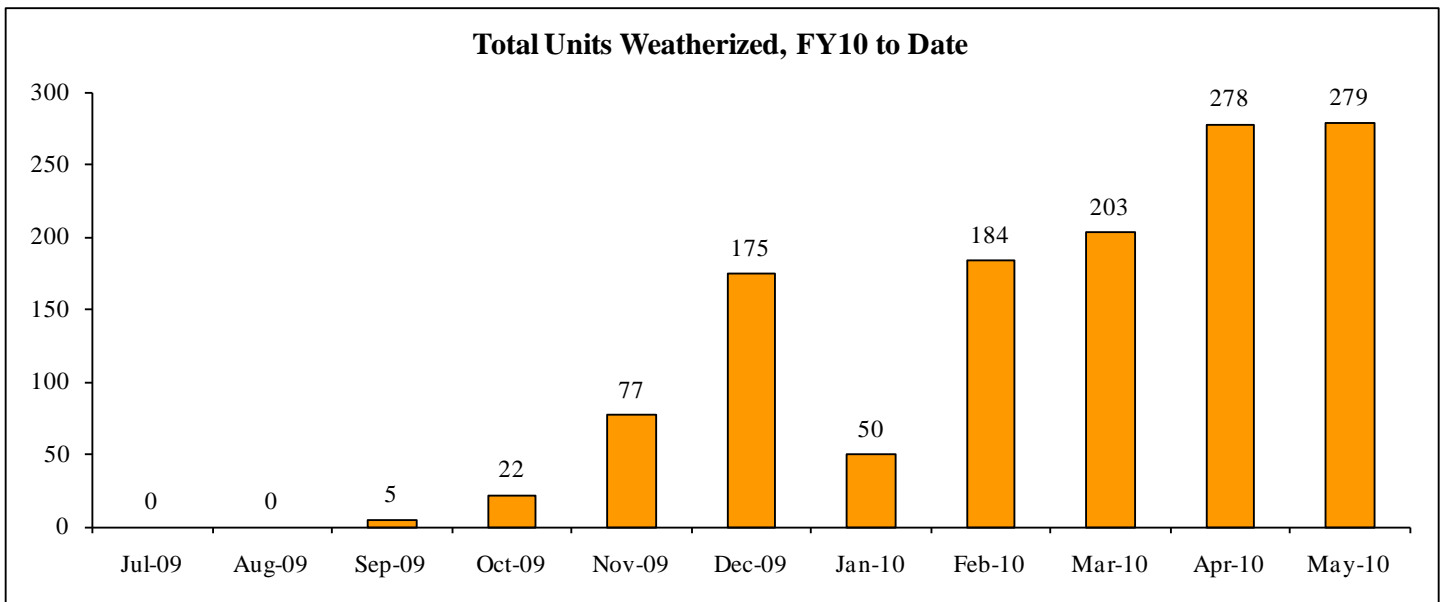
Homelessness Prevention and Rapid Re-Housing Program Advance Requests

Awardee	Status
Harford County Government	Salvation Army is the only sub-grantee that has yet to execute a contract, citing continued delays in its internal review process.
Prince George's County	County is unhappy with RFP response and plans to re-advertise in June. No timeline for implementation has been set.
United Way of Central Maryland	Awaiting word from HUD on agency waiver request for what the scope of services provided by United Way will be.

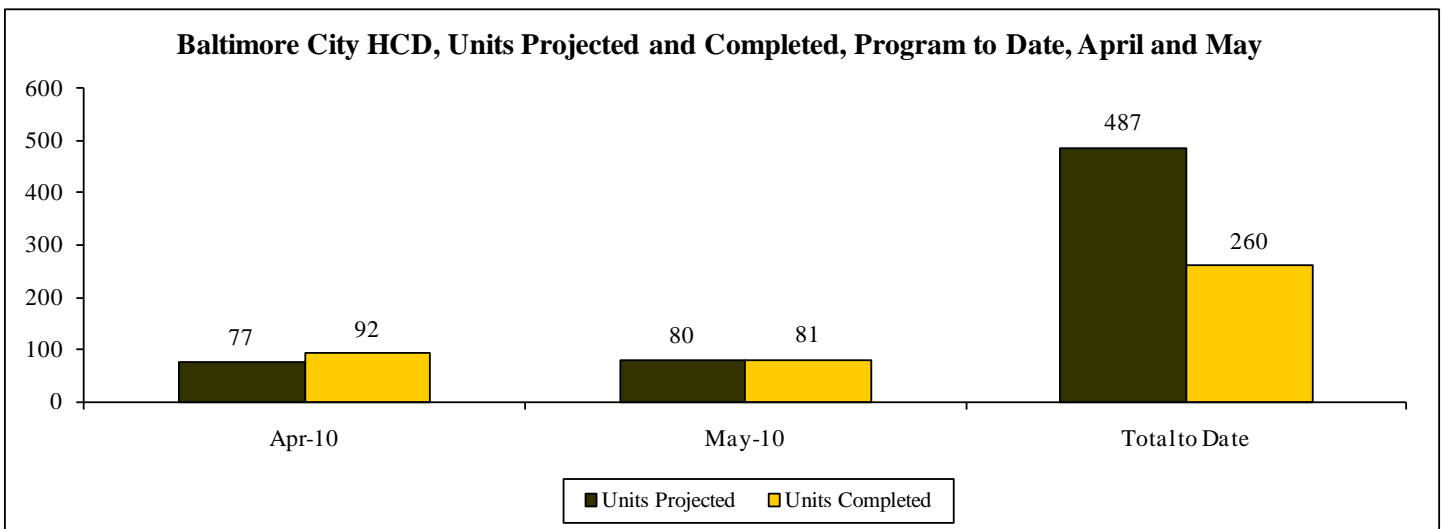
- Section 1602 Tax Credit Exchange Program Compliance Review.** The agency is reporting that the Department of Treasury completed a compliance review of implementation of the 1602 program, and that no significant non-compliance findings were found.
- Section 1602 Awards and Disbursements.** According to data provided in the May template, \$61 million of the total \$79 million award has been sub-awarded, and \$17 million of the sub-awards have been disbursed.



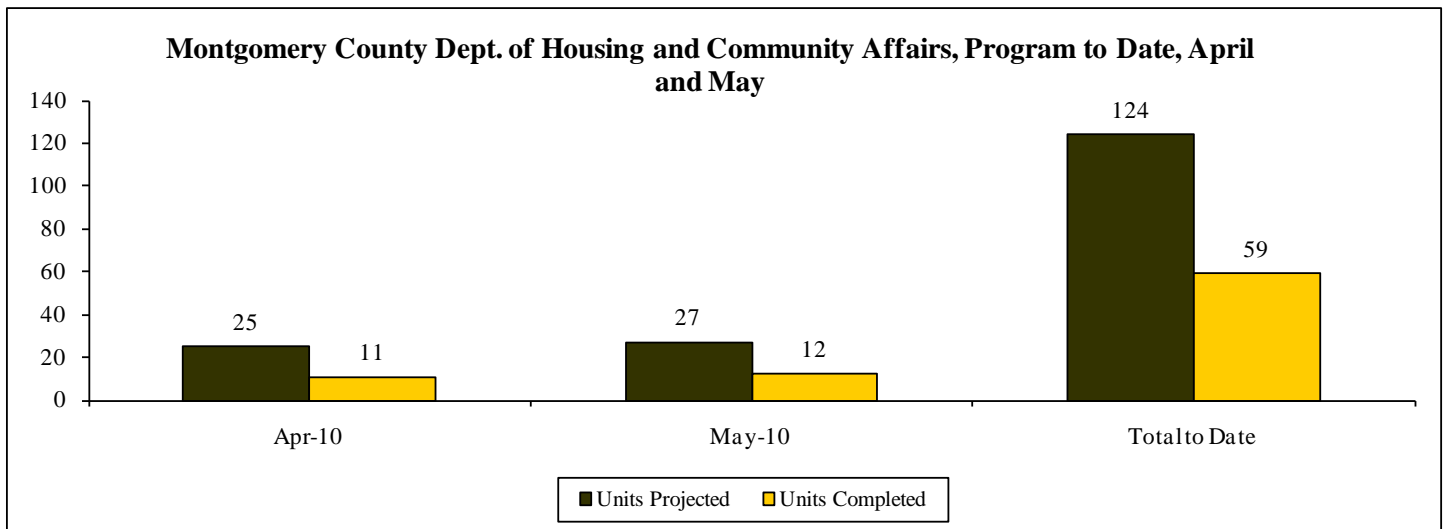
- Total Production.** Weatherization production leveled off in May, with 279 units produced after 278 units were produced in April. Through May, the agency reached 75.6% of its projected ARRA production. The agency reported that they fully anticipate meeting their production goal of 305 units in June, and are gearing up to meet federal production goals of 340 for July and August.



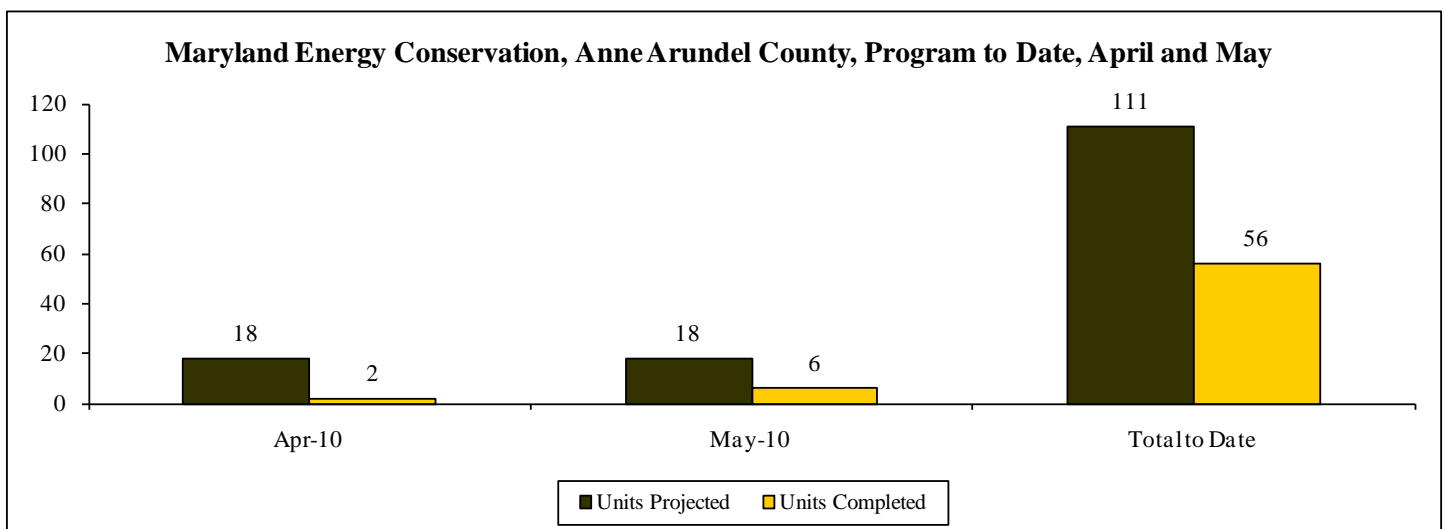
- Baltimore City Housing and Community Development (HCD).** Baltimore City HCD has been identified as the key local weatherization agency (LWA) to ensuring that the goal of producing 305 units by June is met. After producing 92 units in April, Baltimore City's production in May slipped to 81 units, but still exceeded the monthly projection of 80 units.



- Montgomery County Department of Housing and Community Affairs (DHCA).** Montgomery County DHCA has been projected to complete 124 units to date, but has only completed 59 units. Montgomery County continues to run well below its monthly projections as well, completing just 12 of a projected 27 units in May. The agency reported that the reason for low production in Montgomery County is that many people have been reluctant to schedule appointments for weatherization workers to survey their property. The agency has sought and received assistance with this problem from the Housing Opportunities Commission of Montgomery County, who is now working closely with the Montgomery County DHCA to resolve its issues.



- Maryland Energy Conservation (MEC) (Anne Arundel County).** Similar to Montgomery County DHCA, MEC in Anne Arundel County has been projected to complete over 100 units to date and has completed roughly half of its projection. MEC in Anne Arundel County also continues to run behind its monthly projection, completing 6 of a projected 18 units in May. The agency explained that MEC operates weatherization agencies in several jurisdictions, and that low production in Anne Arundel County was a product of decreased demand in that area. As a whole, MEC has produced 83% of its projected units to date, and is producing above projection in Baltimore County.



- Expenditures.** The agency's weatherization award of \$61.4 million is required to be spent by March 31, 2012. To date, 15.6% of the total award has been spent. Expenditures have steadily increased over the past several months, reaching a high of close to \$1.9 million in May. The agency reported that expenditures should remain at elevated levels through the course of the next several months. The agency fully expects to meet the March 31, 2010 expenditure deadline.

