

## 2017 HUD McKinney Continuum of Care Application – Tiering Recommendation

Approved by All Home Funder Alignment Committee 9/6/2017

Approved by All Home Coordinating Board 9/11/2017

### Background

The Seattle – King County Continuum of Care (CoC) is eligible to apply for \$36,759,366, in the 2017 HUD competition for McKinney Vento Continuum of Care funds. Within that total amount, HUD required the CoC to consider a number of significant program and tiering factors as outlined below:

- \$33,724,189 in annual renewal funding must be placed in two tiers
  - Tier 1 – 94% of the Annual Renewal Amount
  - Tier 2 – 6% of the Annual Renewal Amount
- \$2,023,451 in Permanent Housing Bonus funding for Permanent Supportive Housing (PSH) for Chronically Homeless Households or Rapid Re-housing for any/all populations
- \$1,011,726 for Continuum of Care Planning

### Overview of Final Recommendation

<b>2017 Seattle–King County CoC Tiering</b>		<b>Amount</b>
55 Renewal projects	<b>Tier 1 (94% of Annual Renewal Amount)</b>	<b>31,700,738</b>
Renewals (4 projects)		753,739
Reallocation to PSH (2 projects)		896,573
Reallocation to Joint Component TH-RRH (1 project)		373,139
	<b>Tier 2 (6% of Annual Renewal Amount)</b>	<b>2,023,451</b>
	<b>TOTAL Annual Renewal Amount</b>	<b>33,724,189</b>
BONUS Projects: Permanent Supportive Housing (2 projects)		2,023,451
CoC Planning Grant (non-competitive)		1,011,726
	<b>Additional Funds</b>	<b>3,035,177</b>
	<b>TOTAL APPLIED FOR</b>	<b>36,759,366</b>

The above strategy supports local McKinney Application Values as amended by the All Home Coordinating Board (7/5/2017), and meets the following CoC priorities:

- ✓ Strategically responds to HUD’s requirements and priorities outlined in the NOFA
- ✓ Supports new permanent supportive housing for longest term chronically homeless
- ✓ Supports new joint component transitional / rapid re-housing
- ✓ Maximizes all potential funding

#### **The strategy:**

- ✓ Eliminates four transitional housing projects from our HUD CoC application
- ✓ Reduces three renewing projects

## 2017 McKinney Continuum of Care Tiering

Seattle King County Continuum of Care (WA-500) TIER 2	
Amount of Annual Renewal Demand placed in Tier 2 (7% of ARD)	2,023,451
BONUS Projects – PSH for Chronically Homeless and/or RRH	2,023,451
<b>WA-500 Tier 2 TOTAL</b>	<b>4,046,902</b>

The Seattle/ King County CoC is eligible to apply for \$4,046,902 in Tier 2 funds. Projects must be placed strategically in Tier 2 to maximize the likelihood of securing funding and in the context of the funding values for CoC Program as re-affirmed by the All Home Coordinating Board.

In 2017 HUD will individually score each project placed in Tier 2 using the following scoring schema:

Scoring Category	Score	Comments
CoC Score	50	Score proportionate to overall CoC score out of 200 (determined by HUD). This score will be the same for each of our applications, and unknown until HUD awards are announced.
Commitment to Housing First	10	PH – housing first TH and TH-RRH – low barrier, rapid placement, no service participation requirements or preconditions CEA / HMIS – automatic 10 points
Project Ranking	40	Score based on application amount and amount of Tier 2 funding already allocated (i.e. projects placed higher in the priority order).
<b>TOTAL</b>	<b>100</b>	

NOTE: In FY 2017 HUD increased the emphasis and impact of project rating over the 2016 competition by eliminating Project Type as a scoring factor.

### TIER 2 PROJECT CATEGORIES

**a. Realignment Projects**

Realignment projects are projects changing their project model from Transitional Housing to an eligible Permanent Housing model. Any change would support System Goals and local values for this fund source. Under realignment, sponsoring agencies voluntarily close their programs, and funds are re-directed into permanent housing or permanent supportive housing by the same set of agencies.

**b. Renewal Projects**

Renewal Projects are projects currently funded by the HUD Continuum of Care (CoC) Program. The Seattle/ King County CoC is required to place a designated dollar amount in Tier 2. A number of renewal projects may be placed in tier 2 in order to cover any portion of the Tier 2 amount that is not otherwise reallocated from existing projects.

**c. New Projects**

For new projects only the following project types can be funded under the FY 2017 NOFA: (1) Permanent Supportive Housing (chronic or Dedicated PLUS), (2) Rapid Re-housing or transitional/Rapid Re-housing, (3) HMIS (Homeless Management Information System), (3) Coordinated Entry.

Reallocation projects

Reallocation projects are new projects made possible by funding that is redirected from current renewal projects.

Bonus Projects

The Seattle/ King County CoC is eligible to apply for bonus funding in an amount determined by HUD.