HELENE RECOVERY

FOR THE JOINT LEGISLATIVE COMMISSION ON GOVERNMENTAL OPERATIONS

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Overview

- Lessons Learned from North Carolina Office of Recovery and Resiliency (NCORR) and Pandemic Recovery Office (PRO)
- Housing and Urban Development (HUD) Action Plan for Helene
- Reporting and Transparency



Lessons Learned



Lessons from NC Office of Recovery and Resiliency

- Needed better accounting and financial controls, including predictive analytics for cash flow
- Offered too many housing options
- Lacked partnerships with local governments
- Suffered from inconsistent or unclear decisions
- Lack of clear communications and expectation setting



Lessons from Pandemic Recovery Office

- Build a small, nimble organization of time-limited employees
- Provide robust oversight federal funds through strong technical assistance, clear understanding of federal guidance, contracts and MOUs that outline clear requirements, and monitoring
- Use SAP grants management system to more effectively track monitoring efforts and reporting
- Share information on recovery widely through reporting and website
- Work with state agencies, local governments, and external stakeholders to coordinate work and guidance
- Determine where gaps may be in funding



Division of Community Revitalization (DCR) Proposed Approach

- Deploy robust financial oversight and controls
- Engage Advisory Group, legislators, stakeholders and partners to communicate, identify challenges and gaps in funding, and assist with recovery
- Set clear expectations about what CDBG-DR is the "last resort" federal funding source for long-term disaster recovery – and realistic program scope
- Provide transparency of funding, processes, and progress through regular communications and reporting



HUD Action Plan



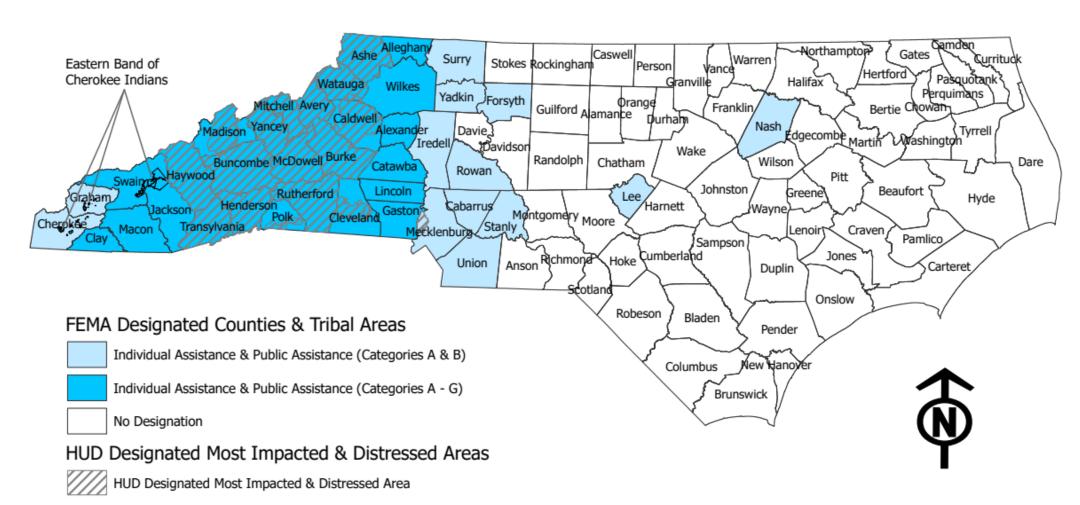
Action Plan Requirements

- U.S. Housing and Urban Development (HUD) requires an Action Plan that outlines the proposed use of Community Development Block Grant – Disaster Recovery (CDBG-DR) funds
- HUD must approve the Action Plan before the DCR can draw down any federal funds
- HUD identifies Most Impacted and Distressed (MID) areas for the grantees & requires that at least 80% of the CDBG-DR funds are spent in these areas

NC will receive \$1.2 billion for unmet needs and \$186 million for mitigation activities



Helene Designations - FEMA and HUD



NORTH CAROLINA
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Data Sources: FEMA & HUD Map created January 28, 2025

HUD's 3 Core Areas for Recovery

- Action Plan must address:
 - 1. Housing
 - 2. Infrastructure
 - 3. Economy
- North Carolina proposes to spend most of our funding in housing and the rest to support community infrastructure and economic support (e.g., small business grants, commercial district redevelopment)

Reporting Program Updates



Reporting and Transparency

There are several ways that the Division of Community Revitalization (DCR) will share information on progress

- 1. Required federal reporting Action plan and Quarterly reports to HUD
- 2. GrowNC website centralized source of all disaster metrics
- 3. DCR website source for more detailed CDBG-DR information
- 4. Partner communications legislators, Advisory Group for Western NC Recovery, local governments, and other stakeholders

