MEMORANDUM FOR: Cliff Taffet, General Deputy Assistant Secretary Community Planning and Development, D

FROM: Lori Michalski, Deputy Assistant Secretary for Operations, DO

SUBJECT: Finding of No Significant Impact under the National Environmental Policy Act — Notice of Funding Availability for Fiscal Year 2017: Section 4 Capacity Building for Community Development and Affordable Housing Grants (FR-6100-N-07)

It is the finding of this office that the attached funding notice (FR-6100-N-07) does not constitute a major Federal action having an individually or cumulatively significant effect on the human environment and therefore does not require the preparation of an environmental impact statement.

The Section 4 Capacity Building for Community Development and Affordable Housing Program (Section 4) is authorized by Section 4 of the HUD Demonstration Act of 1993 (Public Law 103-120, 107 Stat. 1148, 42 U.S.C. 9816 note), as amended. The funding made available through this NOFA is authorized by the Consolidated Appropriations Act, 2017 (Public Law 115-31, approved May 5, 2017). The competition is limited to the organizations identified in Section 4, as amended. These organizations are: Enterprise Community Partners, Inc. (formerly The Enterprise Foundation), the Local Initiatives Support Corporation (LISC), and Habitat for Humanity International.

Grants will be available for training, education, support, and advice to enhance the technical and administrative capabilities of community development corporations (CDCs) and community housing development organizations (CHDOs). Section 4 grants can also be used for loans, grants, development assistance, predevelopment assistance, or other financial assistance to CDCs and CHDOs to carry out community development and affordable housing activities that benefit low- and moderate-income families and persons, including the acquisition, construction and rehabilitation of housing for low- and moderate-income families and persons, and community and economic development activities that create jobs for low-income persons; and such other activities as may be determined by the recipient organizations in consultation with HUD.

This office finds that the notice does not have a significant impact on the human environment for two reasons. First, most of the activities funded by the program consist of training, education, advice, technical support, financial assistance to carry out economic development activities and operating expenses, which have no significant physical impact on the environment and are categorically excluded from review pursuant to the National Environmental Policy Act and related authorities under 24 CFR 50.19(b)(1), (2), (9), (13) and (14).

Second, individual projects to be funded by these grants may not be known at the time the HUD grants are awarded, and also may not be known when subgrants are awarded. Selection for funding does not constitute approval of individual project sites. After award, any physical activities
funded by the program described in this NOFA will undergo individual HUD environmental review in accordance with 24 CFR Part 50 and their potential impacts will be addressed more accurately and appropriately at the time they are considered. Therefore, in accordance with 24 CFR 50.3(h), the applications and the grant agreements for this program must provide that no commitment or expenditure for physical activities or property acquisition may be made until HUD has completed an environmental review to the extent required under applicable regulations and has given notification of its approval under 24 CFR 50.3(h).

Accordingly, the publication of this notice is deemed not to be a major Federal action having a significant impact on the human environment.

Attachment

Concurrences:

Daniele Schopp
Environmental Clearance Officer
Office of Environment and Energy

Christopher Hartenau
Environmental Clearance Officer
Office of General Counsel

Approval:

Cliff Taffet
General Deputy Assistant Secretary
Community Planning and Development