CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Transformative Climate Communities
Round 3 Guidelines

CALIFORNIA CLIMATE INVESTMENTS
Cap and Trade Dollars at Work

CALIFORNIA STRATEGIC GROWTH COUNCIL

California Department of Conservation

Agenda

I. Welcome + Goals

II. TCC Overview

III. Draft Round III TCC Program Guidelines

IV. Questions + Answers

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

California Climate Investments

- The TCC Program part of the **California Climate Investment Program** (CCI Program)

- Funded by the **Greenhouse Gas Reduction Fund** (GGRF)

- Administered in partnership with the **California Department of Conservation**

California Climate Investments

CCI is made up of many diverse programs run by various California agencies and departments.

Background

TCC was established by **AB 2722** in 2016 to

1. Fund the development and implementation of **neighborhood-level, transformative, climate community** plans

2. With **multiple**, **coordinated**, **GHG-reducing** projects

3. That provide **economic**, **environmental**, and **health** benefits to the state's **most disadvantaged communities**

CALIFORNIA STRATEGIC GROWTH COUNCIL

Image Credits- Produced in Piktochart by SGC Staff, modified by DOC

Transformative Elements

- Community Engagement

- Workforce & Economic Opportunities

- Displacement Avoidance

- Climate Adaptation and Resilience

- Leverage Funding

- Data Collection and Indicator Tracking

CALIFORNIA STRATEGIC GROWTH COUNCIL

Implementation Grant Awards

- Round 1 - $133 million
  - Fresno $66.50 million
  - Ontario $33.25 million
  - HACLA - Watts $33.25 million

- Round 2 - $46 million
  - CP – Pacoima $23 million
  - Sacramento $23 million

Round I Grantees
Round II Grantees
Top 25% CES Score
Top 5% CES Score

Sacramento Housing and Redevelopment Agency (Twin Rivers District)

City of Fresno

Community Partners (Pacoima)

City of Ontario

Housing Authority of the City of Los Angeles (Watts)

CALIFORNIA STRATEGIC GROWTH COUNCIL

Planning Grant Awards

- Round 1 - $1.6 million
  - 10 locations
  - $170,000 each*

  *One grant funded for $93,960

- Round 2 - $800,000
  - 5 locations
  - $200,000 each

Round I Grantees
Round II Grantees
Top 25% CES Score
Top 5% CES Score

City of Richmond
Sacramento Area Council of Governments
City of Stockton
Bay Area Air Quality Management District
City of Oakland
Tulare County
City of MacFarland
City of Bakersfield
Los Angeles County
County of Riverside
City of Moreno Valley
Los Angeles Department of City Planning
City of Indio
Gateway Cities Council of Governments
Coachella Valley Association of Governments

CALIFORNIA STRATEGIC GROWTH COUNCIL

ROUND 3
FY 2019-2020

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Round 3 Funding Available

The FY 2019-2020 budget allocates $60 million* for TCC

- **Implementation Grants**
    2 awards for $28.2 million each

- **Planning Grants**
    3 awards for $200,000 each

*5% of total funding will be allocated for program administration

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Round 3 Proposed Timeline

DATE	ROUND III
Early August 2019	Guidelines released for public comment and review
August 2019	Public workshops hosted to gather feedback on Guidelines
October 2019	Guidelines adopted by the Strategic Growth Council
November 4th, 2019	Notice of Funding Availability posted
November 18th, 2019	Deadline for Implementation Application Technical Assistance
February 28th, 2020	Deadline for Application submissions
April 2020	Awardees selected by the Strategic Growth Council **(tentative)**

CALIFORNIA STRATEGIC GROWTH COUNCIL

Proposed Changes to the Round 3 Guidelines

- Key proposed changes have been highlighted on each slide.

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

IMPLEMENTATION GRANTS

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Applicant Eligibility

- Community-based organizations

- Local governments

- Nonprofit organizations

- Philanthropic organizations and foundations

- Faith-based organizations

- Coalitions or associations of nonprofits

- Community development finance institutions

- Community development Corporations

- Joint powers authorities

- Tribal governments

CALIFORNIA STRATEGIC GROWTH COUNCIL

Applicant Eligibility (Continued 1)

- Lead Applicants and Co-Applicants will develop a Collaborative Stakeholder Structure that includes residents and community-nominated members such as community-based organizations.
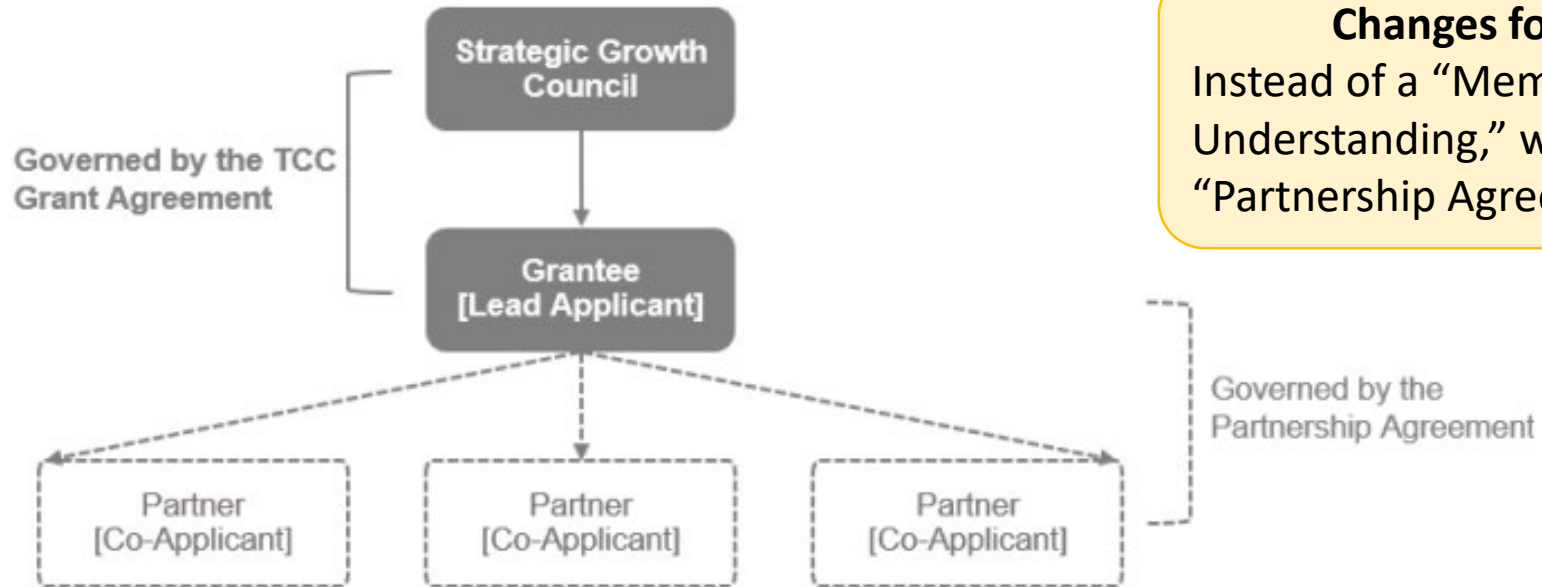
Changes for Round 3:
Instead of a "Memorandum of Understanding," we now require a "Partnership Agreement"

CALIFORNIA STRATEGIC GROWTH COUNCIL

Applicant Eligibility (Continued 2)

- Support and Participation of Public Agencies

- Capacity to Implement

  - o Management Ability

 - o Financial Capacity

> **Changes for Round 3:**
> - Required documentation for Public Agency Support
> - Documentation for Management and Financial Capacity is less burdensome

CALIFORNIA STRATEGIC GROWTH COUNCIL

Project Area Requirements: Priority Populations

Changes for Round 3:

At least 51 percent (51%) of the Project Area must overlap with Census Tracts within the **top 10 percent (10%)** of CalEnviroScreen 3.0 *(Rounds 1 & 2 required top 5%).*

The remaining 49 percent (49%) or less of the Project Area must overlap either with a disadvantaged community in the top 25 percent (25%) of CalEnviroScreen 3.0 or a low-income community as defined by AB 1550.


CalEnviroScreen 3.0 Results (June 2018 Update)

CALIFORNIA STRATEGIC GROWTH COUNCIL
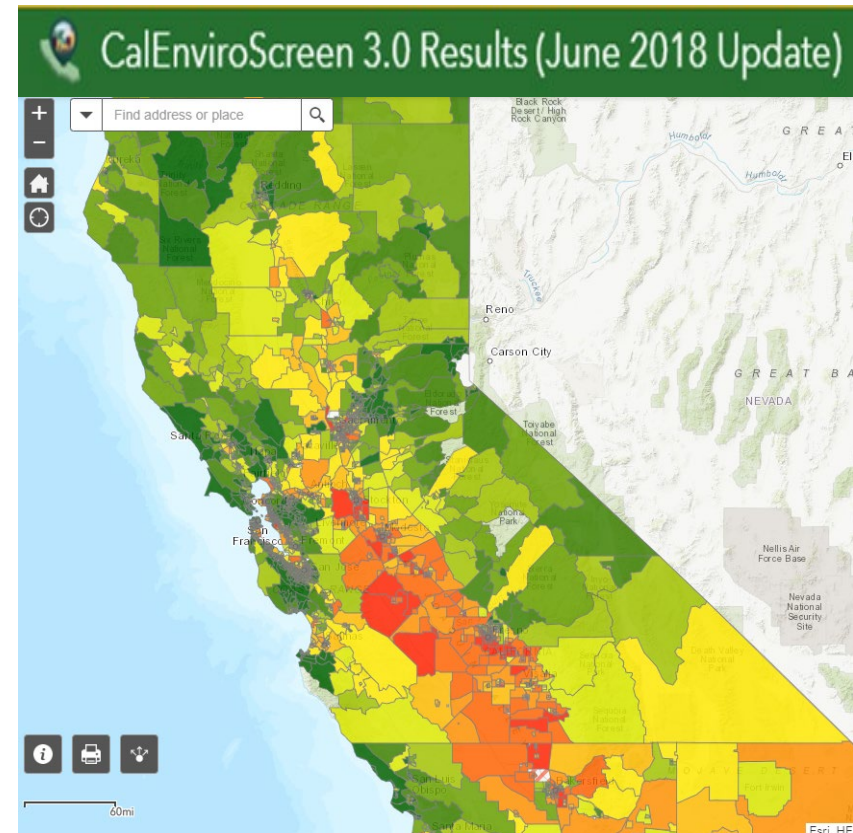
Project Area Requirements (continued)

- Contiguous

- Approximately 5 square miles

- Must fall within the jurisdiction of a single city

  Unless:

  > Grantees or Partners from **Round 1 or 2 TCC Planning Grants** whose Planning Areas include **unincorporated areas** that still meet the TCC Priority Population requirements are also eligible *(Rounds 1 & 2 required incorporated cites only)*.

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

The TCC Program Framework
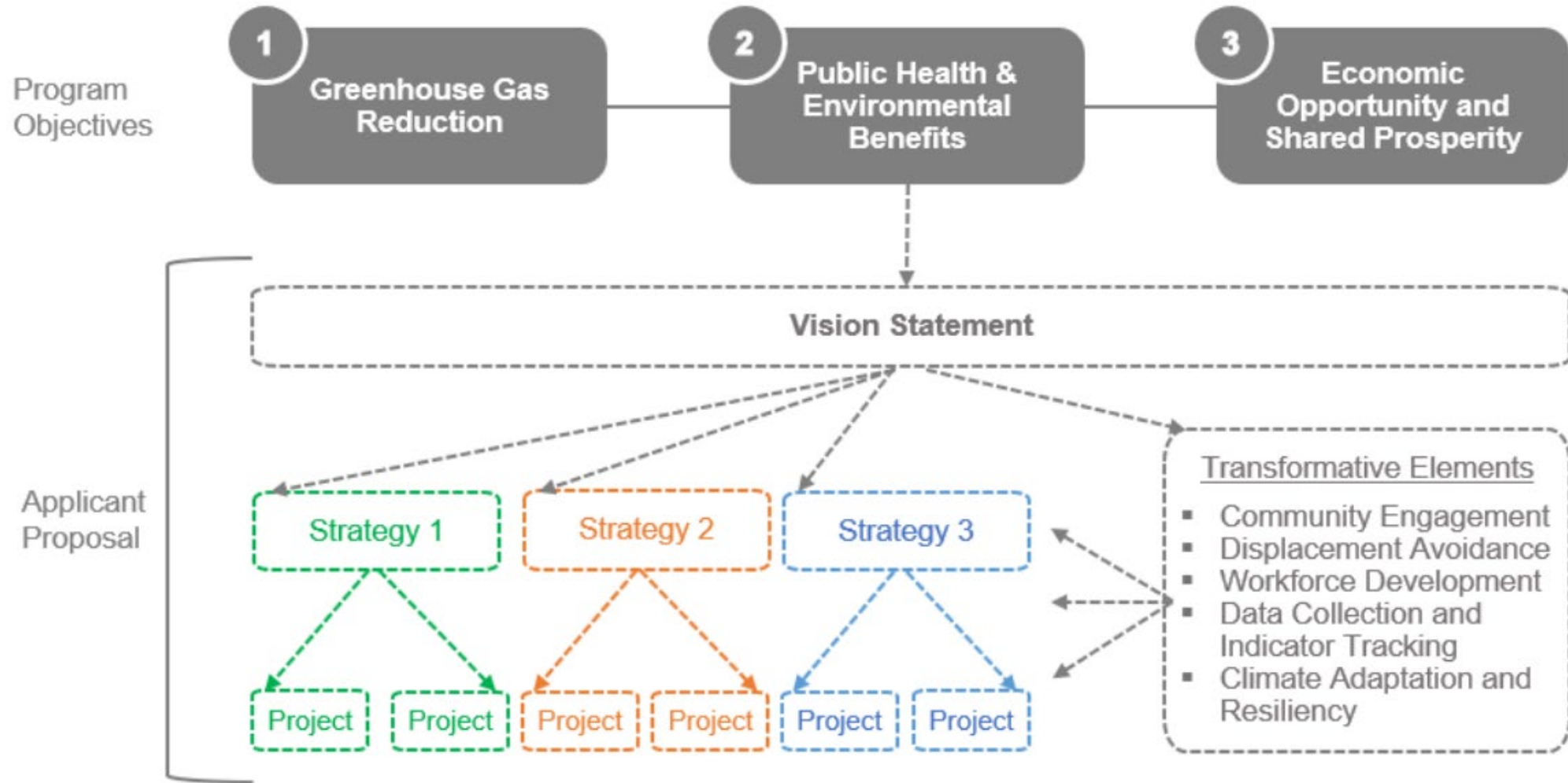
Strategies

Equitable Housing and Neighborhood Development	**Affordable Housing Land Acquisition**	**Transit Access and Mobility**
Solar Installation & Energy Efficiency	**Water Efficiency**	**Recycling & Waste Management**
Urban Greening and Green Infrastructure	**Land Conservation**	**Health and Well-Being**

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

1. Strategy

2. Categories

3. Elements

Table B-3: Transit Access and Mobility Strategy	
3.1. Active Transportation	
Eligible Categories	**TCC Fundable Elements**
Construction of new bike paths or lanes (Class I, Class II, or Class IV)	• New or expanded context sensitive bike paths or lanes (Class I, Class II, or Class IV)[15]* • Non-motorized urban trails that provide safe routes for travel between residences, workplaces, commercial centers, and schools • Bicycle carrying structures on public transit

Construction of new pedestrian facilities	• New walkways that improve mobility/access of pedestrians*
	• Non-capacity increasing streetscape improvements, including but not limited to:
	  o Installation of lighting
	  o Installation of signage and way-finding markers
	  o Other related amenities for pedestrians, cyclists and transit riders
	• Installation of new/improved pedestrian crossings or over-crossings
	• Benches or "street furniture"
	• Street crossing enhancements including accessible pedestrian signals
	• Traffic calming projects, including development of:
	  o Curb extensions
	  o Roundabouts
	  o Median islands / road diets
	  o Lane narrowing projects

Purchase of bicycles and/or purchase and installation of infrastructure in support of new or expanded bike share	• New or expanded bike share program* • Publicly accessible bicycle parking • Bicycle repair kiosks • Bicycle carrying structures on public transit

Quantifiable

This is a "quantifiable" project

Non-quantifiable

CALIFORNIA STRATEGIC GROWTH COUNCIL
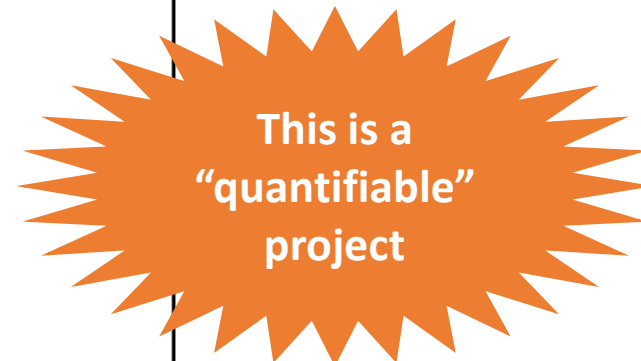
Readiness Requirements

✓California Environmental Quality Act (CEQA):
- o Consult with the public agency
- o Demonstrate Project is CEQA compliant
- o Environmental review not required to be completed at application submittal
- o Must report on CEQA status
- o Complete environmental review within first year of the grant term
- o Projects are subject to statutes of limitations

✓Site Control
- o Must be demonstrated for most projects prior to implementation

✓Permits
- o Demonstrate at the time of application that the permit(s) can be obtained and project implemented within the grant term

Eligible Projects

- **At least three (3) Projects** must be <u>both</u> "**quantifiable**" AND "**ready**" at the time of application submittal.

- Projects that are both quantifiable and ready must account for **at least fifty percent (50%)** of the requested grant funds.

- All Projects must meet readiness requirements within the first year of the grant term.

- All Projects must be completed within the five (5) year Project Completion period, but shorter timelines are also acceptable.

CALIFORNIA STRATEGIC GROWTH COUNCIL

Transformative Elements

1. Data Collection and Indicator Tracking

2. Community Engagement

3. Workforce Development and Economic Opportunities

4. Displacement Avoidance

5. Climate Adaptation and Resiliency

6. Leverage Funding

CALIFORNIA STRATEGIC GROWTH COUNCIL

1. Data Collection & Indicator Tracking

Grantees track 2 main categories of indicators:

- o California Air Resources Board – GHG and co-benefit indicators

- o TCC Program – Additional program-specific indicators

Grantees estimate GHG reductions during the following phases:

- o Application Phase – initial estimate

- o Project Implementation – Annually, project operation, close-out

CALIFORNIA STRATEGIC GROWTH COUNCIL

2. Community Engagement

Applicants must develop a Community Engagement Plan with 2 main sections:

1. Description of Community Engagement during Proposal Development

2. Description of Future Community Engagement

• Appendix C describes:

   • Methods to facilitate community engagement

   • Criteria for eligible costs

CALIFORNIA STRATEGIC GROWTH COUNCIL

3. Workforce Development & Economic Opportunities

Applicants must develop a Workforce Development and Economic Opportunities Plan with 2 major components:

1. Workforce development and education training programs

2. Explanation of how TCC investment will create high-quality jobs

CALIFORNIA STRATEGIC GROWTH COUNCIL

4. Displacement Avoidance

Applicants must develop a Displacement Avoidance Plan with 4 major components:

1. Describe displacement vulnerability for residents and small businesses

2. Current policies, plans, ordinances, or programs

3. Identify additional policies and programs to be pursued*, and entities responsible for implementation

4. Provide a relocation plan pursuant to CA Relocation law if necessary for activities with potential for displacement

*Outlined in Appendix C

CALIFORNIA STRATEGIC GROWTH COUNCIL

5. Climate Adaptation & Resiliency

- Identify climate change risks in Project Area, such as:
  - Additional days of extreme heat or precipitation
  - Flooding
  - Sea level rise
  - Drought
- Discuss anticipated impacts to vulnerable populations
- Describe how proposed projects will reduce risk and promote resiliency

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

6. Leverage Funding

- Applicants must leverage additional funding sources that equal a minimum of 50 percent (50%) of the total requested grant funds.

- Committed at the time of application submittal

- Funds must be spent in the TCC Project Area

- Appendix C includes examples of eligible sources of leverage

Changes for Round 3:
The chart below illustrates how the 50 percent (50%) leverage funding requirement may be met:

Eligible Projects or Plans	Percentage of Leverage	Total Dollar Amount
Leverage funding for Grant-funded projects or Transformative Plans	At least 40%	$11,280,000
Stand-alone leverage projects	Up to 10%	$2,820,000
Total	50%	$14,100,000

CALIFORNIA STRATEGIC GROWTH COUNCIL

Summary of Funding Limits for Transformative Elements

Transformative Elements	Percent of TCC Grant Award
Data Collection and Indicator Tracking	5% required
Community Engagement • Displacement Avoidance	Up to 8% • Up to 3% of the total 8% of community engagement funds can be used for displacement avoidance activities
Workforce Development and Economic Opportunities	Up to 5%
TOTAL	Up to 18%
Climate Adaptation and Resiliency	*No grant funds may be allocated, but applicants must incorporate adaptation measures into their proposed infrastructure projects*
Leverage Funding	*None – Grantee must leverage additional funding sources that equate to least 50% of the total grant award*

CALIFORNIA STRATEGIC GROWTH COUNCIL

Policy Priority: High-Speed Rail Connectivity

- "Silicon Valley to Central Valley Line"

- Applies to: Bakersfield, Fresno, Hanford, Madera and Merced

- Benefits to neighborhoods surrounding HSR Station Area

- Ensure affordable and mixed-income housing close near/accessible to HSR

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Policy Priority: Pro-housing

- The TCC program will incentivize applications from jurisdictions that have adopted pro-housing policies that would facilitate sustainable housing production. Below are some examples of policies that would apply as pro-housing. Reference Appendix D, Page D-1 in the TCC Guidelines for the full list.
  - Implemented programs over the last five years that finance infrastructure with accompanying increased housing capacity or local financial incentives for housing, including, but not limited to, a local housing trust fund or fee waivers.
  - Adopted a Nondiscretionary Local Approval Process for residential and mixed-use development in all zones permitting multifamily housing, established workforce housing opportunity zones, as defined in Gov. Code Section 65620, or housing sustainability districts, as defined in Gov. Code Section 66200.
  - Zoning more sites for residential development or zoning sites at higher densities than is required to accommodate 150 percent of the minimum regional housing needs allocation for the low income allocation in the current housing element cycle.
  - Adopted accessory dwelling unit ordinances or other mechanisms that reduce barriers for property owners to create accessory dwelling units beyond the requirements outlined in Gov. Code Section 65852.2

CALIFORNIA STRATEGIC GROWTH COUNCIL

Application Components

- Online Submittal

- Documentation that application meets all program thresholds, including project maps, leverage funding commitment letters, etc.

- Narrative Questions

- Detailed Budgets and Work Plans for all Projects and Plans

- Readiness Documentation for all quantifiable Projects

- Quantification Documentation and GHG Emissions Reductions

- Priority Population Benefit Criteria Tables

CALIFORNIA STRATEGIC GROWTH COUNCIL

Scoring Criteria

SCORING CRITERIA SUMMARY	
Vision for Transformation	40 Points
Capacity	30 Points
Transformative Elements	75 Points
Projects	50 Points
Pro-housing Policy Incentive	5 Points
TOTAL	200 POINTS

Changes for Round 3:
The Scoring Criteria has been updated for Round 3.

Technical Assistance

- Phase 1: Application

- Phase 2: Implementation

CALIFORNIA STRATEGIC GROWTH COUNCIL
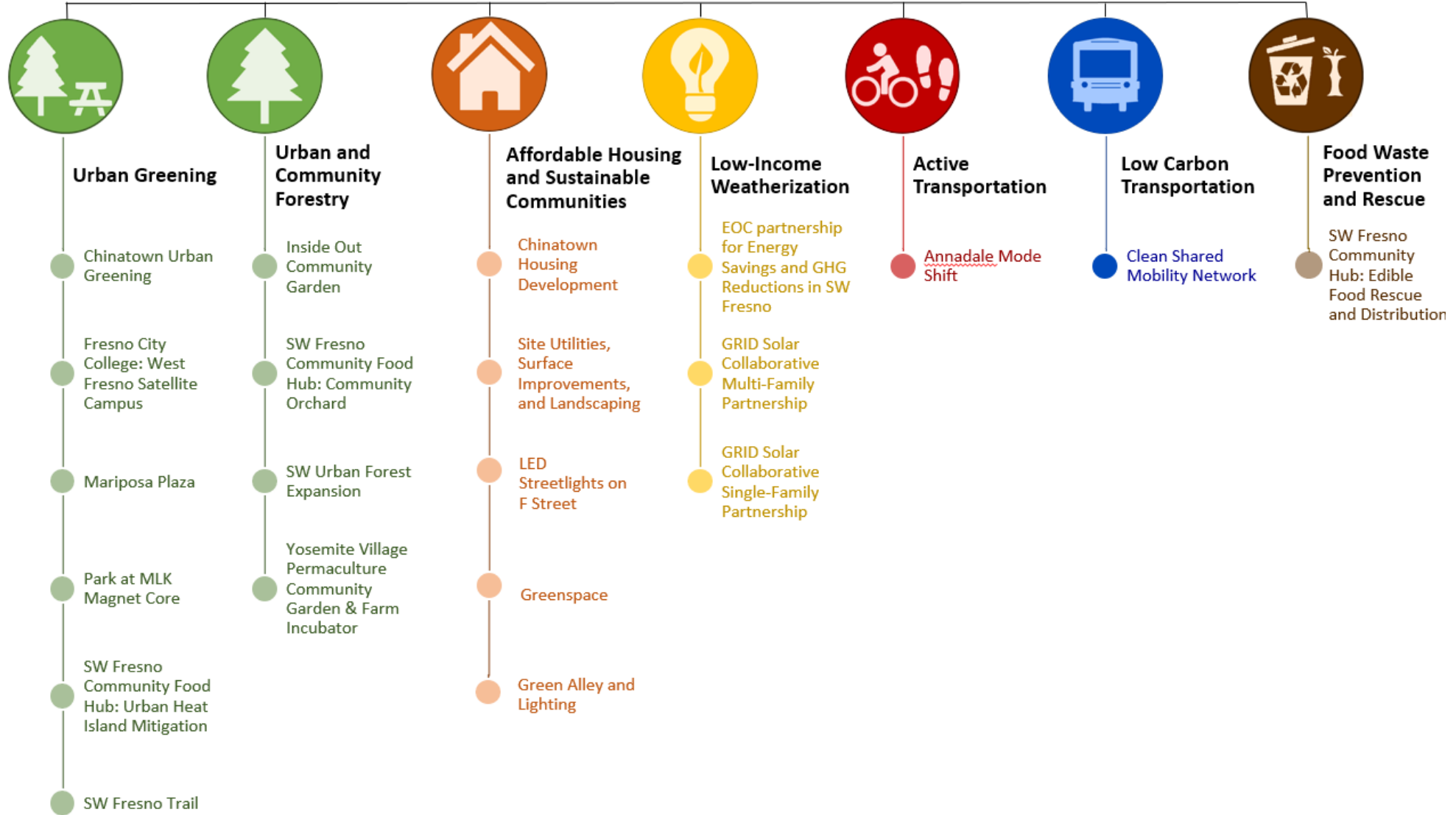
Technical Assistance (continued)

- Mandatory Threshold review

- Direct Application Assistance

- Capacity Building

- Assistance with:
  - Developing an overall vision
  - Partnerships
  - Selecting application components
  - Greenhouse Gas calculations

California Climate Investments
Technical Assistance
Preparing Communities for Success

CALIFORNIA STRATEGIC GROWTH COUNCIL

Past Awards: Fresno Example

Urban Greening
- Chinatown Urban Greening
- Fresno City College: West Fresno Satellite Campus
- Mariposa Plaza
- Park at MLK Magnet Core
- SW Fresno Community Food Hub: Urban Heat Island Mitigation
- SW Fresno Trail

Urban and Community Forestry
- Inside Out Community Garden
- SW Fresno Community Food Hub: Community Orchard
- SW Urban Forest Expansion
- Yosemite Village Permaculture Community Garden & Farm Incubator

Affordable Housing and Sustainable Communities
- Chinatown Housing Development
- Site Utilities, Surface Improvements, and Landscaping
- LED Streetlights on F Street
- Greenspace
- Green Alley and Lighting

Low-Income Weatherization
- EOC partnership for Energy Savings and GHG Reductions in SW Fresno
- GRID Solar Collaborative Multi-Family Partnership
- GRID Solar Collaborative Single-Family Partnership

Active Transportation
- Annadale Mode Shift

Low Carbon Transportation
- Clean Shared Mobility Network

Food Waste Prevention and Rescue
- SW Fresno Community Hub: Edible Food Rescue and Distribution

Past Awards: HACLA Example

Urban Greening
- Walk Bike Watts
- Wilmington Avenue Great Streets
- Weigand Elementary Urban Tree Canopy and Parkway
- Watts Cool Schools
- Greening the Blue Line
- Century Gateway Park
- Freedom Tree Park

Urban and Community Forestry
- Watts Community Healing Tech Garden
- Watts Yardners Program
- Greening Public Housing
- Greening Watts

Low-Income Weatherization
- Solar Watts
- Energy Efficiency Retrofit

Affordable Housing and Sustainable Communities
- Jordan Downs Phase S2

Low Carbon Transit Operations Program
- Dash Electrification

Low Carbon Transportation
- Mega Watts Electric Vehicle Car Share

Food Waste Prevention and Rescue Grant Program
- Mudtown Farms

CALIFORNIA STRATEGIC GROWTH COUNCIL

Past Awards: Ontario Example

Affordable Housing and Sustainable Communities

- Omnitrans Route 83 Bus Purchase
- Grove Avenue Connector
- Enhanced Pedestrian Crossings
- Omnitrans Premium Bus Shelters & Other Improvements
- Downtown Ontario Mobility Hub
- Omitrans Transit Program
- Omnitrans Travel Training Program

Active Transportation Program

- Mission Boulevard Bike and Pedestrian Improvements
- Pedestrian Pathway Improvements and Network Connectivity Project

Low-Income Weatherization

- Ontario Shines: Multi Family Solar PV
- Ontario Shines: Single Family Solar PV

Low Carbon Transit Operations Program

- Transit Pass Program/Travel Training/Route 83 Expansion

Urban and Community Forestry

- Urban Canopy

Organics Program

- Ontario Carbon Farm

CALIFORNIA STRATEGIC GROWTH COUNCIL

PLANNING GRANTS

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Planning Grants Overview

- Smaller grants of $200,000 each
- Support planning activities in disadvantaged communities
- Prepare communities for future TCC grants or other CCI Programs
- Planning process must address one or more of the TCC Transformative Elements
- 2 year grant term

Change for Round 3:
Planning Grants are now 2-year grant terms

CALIFORNIA STRATEGIC GROWTH COUNCIL

Examples of Eligible Projects

- Capacity building among staff and departments, as well as among external stakeholders

- Evaluating, updating and streamlining various policies and codes enforced by the Planning Department

- Completion of fiscal analyses and studies to understand long-term costs

- Preparation of climate action and adaptation plans

- Community engagement that results in innovative and meaningful programs and practices

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Applicant Eligibility

Eligible Lead Applicants are the same as Implementation Grants:

- Community-based organizations
- Local governments
- Nonprofit organizations
- Philanthropic organizations and foundations
- Faith-based organizations
- Coalitions or associations of nonprofits
- Community development finance institutions
- Community development Corporations
- Joint powers authorities
- Tribal governments

Change for Round 3:
Eligible applicants for Planning Grants are now the same as Implementation Grants.

CALIFORNIA STRATEGIC GROWTH COUNCIL

Applicant Eligibility (Cont.)

- Must be a minimum of two (2) Co-Applicants

- Priority in scoring for applications that are able to demonstrate strong and diverse partnerships with CBOs and other stakeholder groups

- Either the Lead Applicant **or** one of the Co-Applicants must be a public agency.

> **Proposed Change for Round 3:**
> Now that the eligible lead applicants have changed, we require that at least one of the entities is a public agency.

CALIFORNIA STRATEGIC GROWTH COUNCIL

Planning Area Requirements

- Contiguous
- All census tracts must be in top 25% disadvantaged communities (CES 3.0)

CalEnviroScreen 3.0 Results (June 2018 Update)

CALIFORNIA STRATEGIC GROWTH COUNCIL
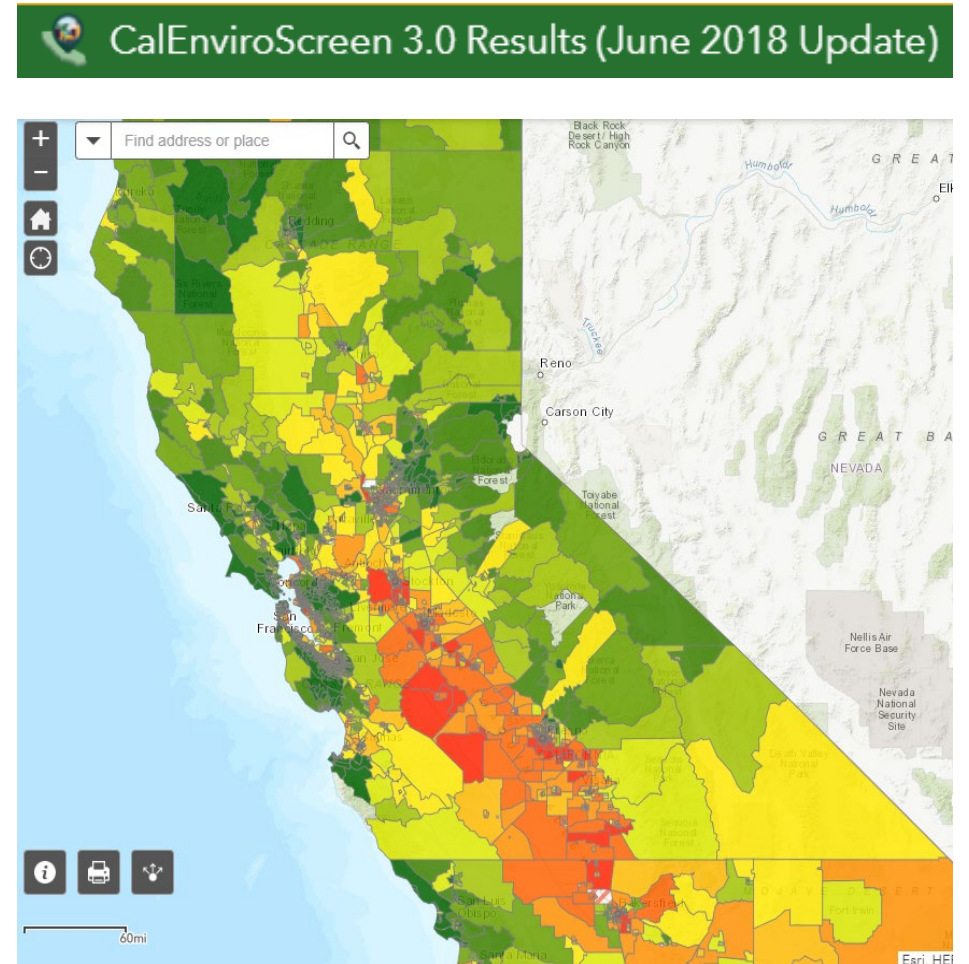
Application Components

- Online Submittal

- Documentation that application meets all eligibility requirements, such as planning area map, letters of support, etc.

- Narrative Questions

- Detailed Budget and Work Plan

- Priority Population Benefit Criteria Tables

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Scoring Criteria

SCORING CRITERIA SUMMARY	
Vision and Program Objectives	30 Points
Transformative Requirements and Project Identification	50 Points
Organizational Capacity	20 Points
TOTAL	**100 POINTS**

Proposed Changes for Round 3: There have been some slight updates to the Scoring Criteria for Round 3.
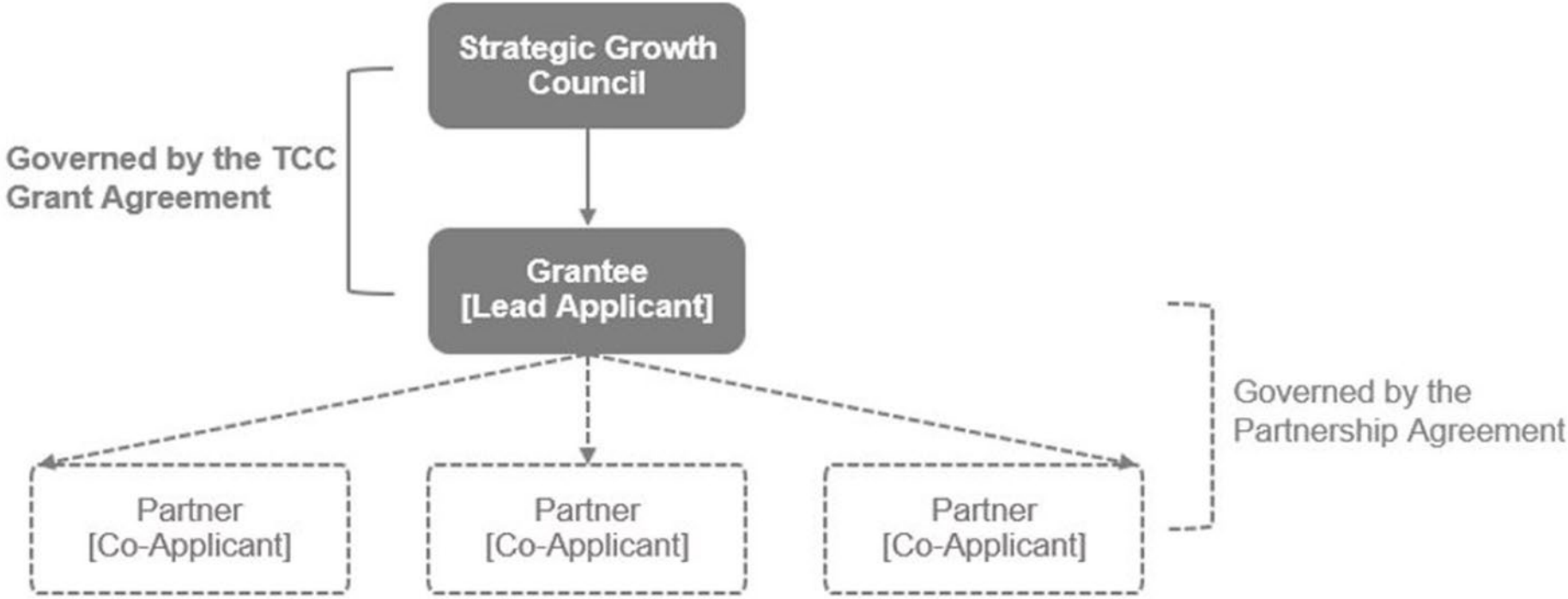
CALIFORNIA STRATEGIC GROWTH COUNCIL

GRANT ADMINISTRATION IMPLEMENTATION GRANTS

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Implementation Grantee and Partner Relationship

Disbursement and Accounting of Funds

- No reimbursement of work completed before grant execution

- Grantee requests reimbursement from SGC on a bi-monthly basis (every 2 months)

- Grantee is responsible for dispersing payment to their Partners

- Last five percent (5%) of each project budget will be retained until all the grant terms have been fulfilled

CALIFORNIA STRATEGIC GROWTH COUNCIL

Eligible Costs

Eligible Cost Type	Percent of Grant Award
Direct Implementation Costs *(Defined for each Strategy in Appendix B)*	At least 62%
Pre-Development Costs	Up to 5% *(10% of an individual Project)*
Indirect Costs	Up to 10%
Transformative Elements *(Defined in Appendix C)*	Up to 18%

Ineligible costs for each Strategy and Transformative Plan are described in Appendices B and C.

CALIFORNIA STRATEGIC GROWTH COUNCIL

Reporting Requirements

Report Type	Frequency
Progress Reports	Bi-monthly & Annual
Budget Reports	Leveraged Funds (Annual & Final) Equipment (Annual & Final) Detailed Work Plans & Budgets (Annual)
Data Collection and Indicator Tracking	Section II.E of Guidelines
Close-Out Reports	Individual Project Completion Overall Project Completion

CALIFORNIA
STRATEGIC
GROWTH
COUNCIL

Sample Grant Agreement

Appendix I:
- Prevailing Wage Requirements
- Ownership
- Publicity Requirements
- Audits and Record Retention
- Performance

Appendix F:
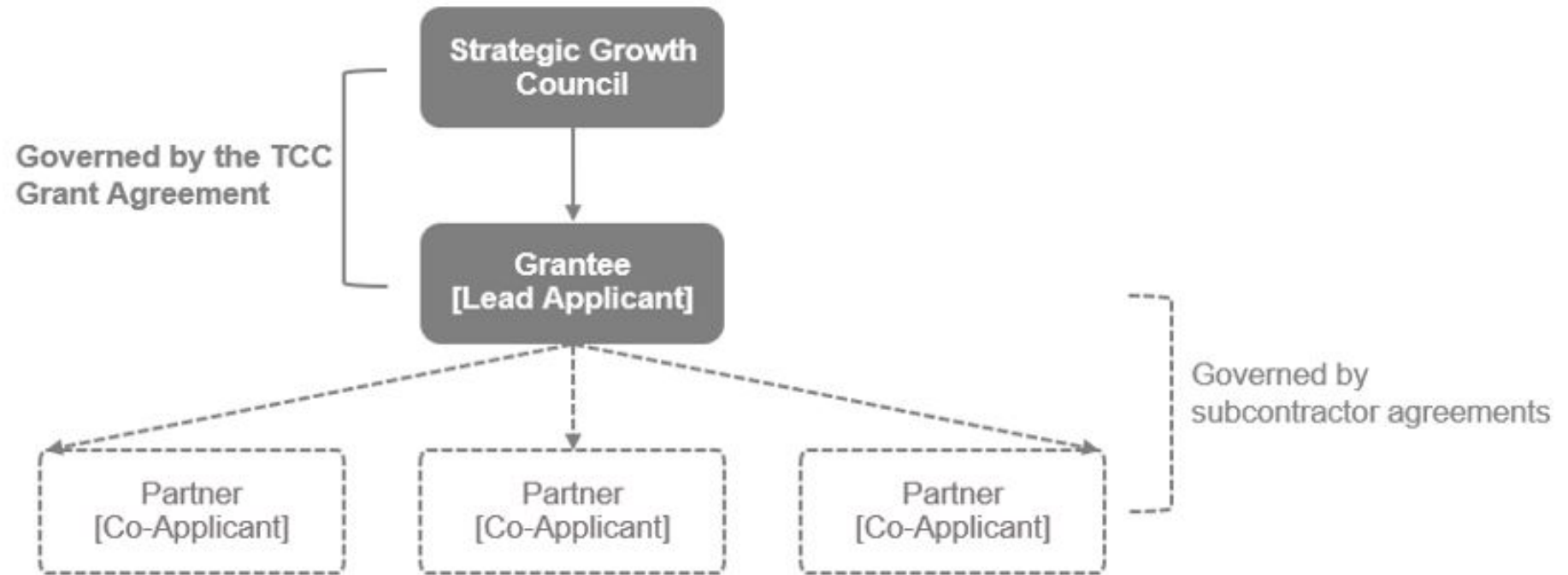- Post-Award Consultation Process

CALIFORNIA STRATEGIC GROWTH COUNCIL

GRANT ADMINISTRATION PLANNING GRANTS

CALIFORNIA STRATEGIC GROWTH COUNCIL

Planning Grantee and Partner Relationship

Disbursement and Accounting of Funds

- No reimbursement of work completed before grant execution

- Grantee requests reimbursement from SGC on a quarterly basis (every 3 months)

- Grantee is responsible for dispersing payment to their Partners

- Last five percent (5%) of the grant will be retained until all the grant terms have been fulfilled

CALIFORNIA STRATEGIC GROWTH COUNCIL

Planning Grant Reporting Requirements

Report Type	Frequency
Progress Reports	Quarterly & Final
CARB Planning Reporting Template	Final

CALIFORNIA STRATEGIC GROWTH COUNCIL

Eligible & Ineligible Costs

Eligible Costs	
Indirect/Overhead	Up to 10% of awarded funds
Direct Costs	Remaining awarded funds

Ineligible Costs	
Indirect/Overhead	Over 10% of awarded funds
Community Engagement Costs	Childcare Related Costs Food and Refreshments Participant Incentives Meetings not related to TCC

CALIFORNIA STRATEGIC GROWTH COUNCIL

Questions?

Contact: **TCCpubliccomments@SGC.CA.GOV**

Thank you!