

# Grantee: Northern Mariana Islands

## Grant: P-19-MP-69-0DD2

### July 1, 2021 thru September 30, 2021 Performance

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<b>Grant Number:</b> P-19-MP-69-0DD2	<b>Obligation Date:</b>	<b>Award Date:</b>
<b>Grantee Name:</b> Northern Mariana Islands	<b>Contract End Date:</b>	<b>Review by HUD:</b> Reviewed and Approved
<b>Grant Award Amount:</b> \$254,324,000.00	<b>Grant Status:</b> Active	<b>QPR Contact:</b> No QPR Contact Found
<b>LOCCS Authorized Amount:</b>	<b>Estimated PI/RL Funds:</b> \$0.00	

**Total Budget:**  
\$254,324,000.00

### Disasters:

#### Declaration Number

FEMA-4396-MP  
FEMA-4404-MP

### Narratives

#### Disaster Damage:

Disaster Damage:

Typhoon Mangkhut and Super Typhoon Yutu wreaked havoc in the Commonwealth of the Northern Mariana Islands (hereafter referred to as the "CNMI"). The two back-to-back storms in September and October, 2018, respectively, caused significant destruction to housing, infrastructure, and the economy; the total damage estimated at \$1,101,238.843. The entire population—53,883—was impacted by the devastation brought on by the storms.

The islands of Saipan, Tinian, and Rota were in the path of Typhoon Mangkhut with sustained winds of 100 mph when the eye passed over Rota. Mangkhut damaged homes, caused power outages and knocked down power poles, flooded some areas, and uprooting large trees. Similarly, Super Typhoon Yutu left major damage and was a direct hit to the Islands. The overall economy and the destruction of housing were profound and critical infrastructure was compromised. The effects of both Typhoon Mangkhut and Super Typhoon Yutu continue to be wide-ranging. The islands' main power lines were ripped apart from the over 200 mph winds, shutting down power to homes for weeks. Roadways were littered with downed power lines, tree branches, and debris. Cars were destroyed by debris and severe wind damage occurred that resulted in overturned vehicles. Multiple educational institutions as well as the local college were completely destroyed and rendered inoperable. The Saipan International Airport sustained significant damage, terminals flooded, and navigation aids were rendered inoperable. There was also the complete destruction of Saipan's commuter terminal servicing Tinian and Rota. Initial impacts from Super Typhoon Yutu closed the Saipan International Airport for twenty (20) days with eight (8) airlines canceling flights for 22 days. Five (5) hotels sustained major damage and major tourist sites were also heavily damaged. In November 2018 following the disaster, the visitor rate dropped by 42,000 as compared to the same month from the previous year. These storms had



major impacts on employment, housing, infrastructure, and tourism. While it is nearly impossible to capture the full extent of damage to businesses affected by the storms, the impact of Typhoon Mangkhut and Super Typhoon Yutu on the CNMI's economy, small businesses, and the workforce was significant and remains a critical area of concern. Businesses, both large and small, were directly impacted by the storms, through

**Disaster Damage:**

damage to property, loss of inventory, and forced business closures and indirectly, in the form of damage to critical enabling infrastructure (i.e. power outages and blocked roads).

The CNMI's small businesses were hit especially hard given their limited access to finance and resources to withstand and recover from such devastation in furtherance worsening the challenge of recovery after the storms. The revitalization of the economy depends heavily on the renewed health of these small businesses. Projected overall business revenue for the 1st quarter of FY 2019 following the disaster event, fell by 14.53%. In total, based on a conservative outlook for the first quarter of Fiscal Year 2019, the estimated total loss in direct economic activity caused by Super Typhoon Yutu alone was \$51,586,476.69. The estimated total loss in indirect economic activity was \$83,570,092.23. (Source Marianas Visitors Authority). There are no funds available or other identified resources to address the remaining unmet need for economic development, therefore CDBG-DR funds are the only resource.

**Recovery Needs:**

Recovery Needs

Housing

There are approximately 20,850 units (4,537 Owner-occupied units; 11,498 renter-occupied units; and 4,815 vacant units) in the Commonwealth of the Northern Mariana Islands combined, per the 2010 census data. Of the 20,850 housing units on the Islands and supported by data from the Red Cross, it is estimated that over 90% of the households suffered damage from the typhoons. Based on FEMA data (January 2019) 545 homes were destroyed, 2,291 had serious damage and the remaining households suffered minor damage. Approximately, 9,327 households applied for FEMA assistance. Of the households that applied for assistance, 2,291 units were declared having major damage, 4,104 with minor damage, and 239 units were completely destroyed. The cost of construction and materials has increased significantly and so has labor making it difficult to support building the homes.

Public Infrastructure

The CNMI has identified over \$680 million in potential infrastructure projects. This results in a remaining unmet need of over \$526 million. These programs and projects are intended to benefit the Islands as a whole while helping to address the remaining unmet housing need. There are over 275 projects submitted that need assistance. The estimated total value of these projects as mentioned above is over \$680 million. There are no funds available or other identified resources to address the remaining unmet need for infrastructure.

**Recovery Needs:**

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Economic Development

Tourism is the largest economic activity in the CNMI. In 2017, the total value of tourism within the CNMI economy amounted to \$1.1 billion, or 72% of overall Gross Domestic Product. The accommodations and amusement sector provided an average of 21.5% of total employee compensation within the Commonwealth. (Source: U.S. Bureau of Economic Analysis. 2018)



Total tourist arrivals in November 2018 were 5,595 with 44% of arrivals coming from destinations other than the CNMI's top three markets of Japan, China, and Korea. In total, arrivals for the month fell by 88.35% or 42,444, marking the sharpest year-over-year downturn in recent history. Due to the influence of the tourism industry in the CNMI and the scale of the disaster brought by Super Typhoon Yutu and Typhoon Mangkhut, the impacts were wide-ranging and pronounced.

Historically, the economy relies mainly on tourism and the garment manufacturing sector. However, the economy continued to decline as a number of garment related businesses have closed.

According to the U.S. Department of Commerce Bureau of Economic Analysis, the Gross Domestic Product (GDP) increase reflected in the years 2016 and 2017 were due largely in part to increases in accommodations and amusement. These sectors are mainly driven by the tourism industry where the casino played a large role in attracting visitors to the islands.

In contrast, the effects of Super Typhoon Yutu dramatically reduced the number of visitors to the CNMI by 21.5% in 2018. Exports of services, due to decreased visitor spending, decreased by 38.8%. Revenues from casino gambling decreased by over 50% as well. In summary, the CNMI economy's decline was due to the reduction in the export of services as well as a decrease in private investment.

<b>Overall</b>	<b>This Report Period</b>	<b>To Date</b>
<b>Total Projected Budget from All Sources</b>	\$10,378,000.00	\$254,324,000.00
B-19-DV-69-0001	\$3,739,022.00	\$188,652,000.00
B-19-DV-69-0002	\$6,638,978.00	\$65,672,000.00
<b>Total Budget</b>	\$10,378,000.00	\$254,324,000.00
B-19-DV-69-0001	\$3,739,022.00	\$188,652,000.00
B-19-DV-69-0002	\$6,638,978.00	\$65,672,000.00
<b>Total Obligated</b>	\$94,265,217.99	\$95,749,299.90
B-19-DV-69-0001	\$39,683,494.00	\$39,683,494.00
B-19-DV-69-0002	\$54,581,723.99	\$56,065,805.90
<b>Total Funds Drawdown</b>	\$282,747.47	\$1,766,829.38
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$282,747.47	\$1,766,829.38
<b>Program Funds Drawdown</b>	\$282,747.47	\$1,766,829.38
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$282,747.47	\$1,766,829.38
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$687,031.70	\$2,188,446.93
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$687,031.70	\$2,188,446.93
<b>HUD Identified Most Impacted and Distressed</b>	\$658,117.68	\$2,145,797.29
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$658,117.68	\$2,145,797.29
<b>Other Funds</b>	\$ 0.00	\$ 0.00
Match Funds	\$ 0.00	\$ 0.00
Non-Match Funds	\$ 0.00	\$ 0.00

### Funds Expended

<b>Overall</b>	<b>This Period</b>	<b>To Date</b>
Northern Marianas Housing Corporation1	\$ 687,031.70	\$ 2,188,446.93



## Progress Toward Required Numeric Targets

Requirement	Target	Projected	Actual
Overall Benefit Percentage	70.00%	92.95%	N/A
Minimum Non Federal Match	\$ .00	\$ .00	\$ .00
Overall Benefit Amount	\$166,434,054.50	\$221,000,121.00	\$ .00
Limit on Public Services	\$ .00	\$ .00	\$ .00
Limit on Admin/Planning	\$ .00	\$16,561,065.00	\$ .00
Limit on Admin	\$ .00	\$12,617,718.00	\$ .00
Most Impacted and Distressed	\$ .00	\$201,459,199.00	\$2,145,797.29

## Overall Progress Narrative:

The Northern Marianas Housing Corporation (NMHC) CDBG-DR Division respectfully reports the following 3rd Quarter 2021 progress and updates:

### 1. Housing Programs

During this reporting period, the Northern Marianas Housing Corporation (NMHC) CDBG-DR Affordable Rental Housing Development Program policies and procedures were finalized and adopted. At least 8 companies have shown interest in availing of the program, including one (1) that is finalizing a GAP-Filler to LIHTC program application. Draft closing documents have also been prepared and are currently undergoing review by HUD and NMHC's legal counsel, the Office of the Attorney General.

The NMHC's Homeowner Rehabilitation and Reconstruction Program, Homebuyer and New Construction Program is currently on-going and as of the end of this reporting period, a total of 4,018 Prequalification Loan Applications (PLA) have been distributed to applicants between the three (3) main islands of Saipan, Tinian, and Rota. Of that total, 1,659 PLAs were completed and submitted for initial eligibility review, including 1,304 applicants that were deemed income-eligible and were then provided with a URLA Loan Application packet for completion and submission. A total 724 URLA Loan Application packets have been submitted, including 496 that have been underwritten and submitted for review and approval. As of the end of this reporting period, 286 loan applications have been conditionally approved and 182 have been denied.

Last, on October 25, 2021, NMHC issued a Public Notice advising the general public that it is placing a Moratorium on its application intake for NMHC's CDBG-DR New Construction/Homebuyer Programs. Due to a huge volume of prequalification applications and URLA loan application packets received to date and funding committed to approved loan applicants as well as the urgency to speed up processing of loan applications for applicants determined eligible for financial assistance. The effective date of the suspension on new applications for the aforesaid programs is November 12, 2021.

### II. Public Infrastructure Program - Updates Public Facility Rehabilitation Program

#### CNMI Public School System

During this reporting period July 2021 to September 2021, the NMHC CDBG DR Project Division completed and submitted to NMHC Main Office the 24 CFR Part 58 Finding of No Significant Impact (FONSI). Both the FONSI and the Request for Release of Funds (RROF) were published on September 09, 2021; Marianas High School, Francisco Sablan Middle School, William Reyes Elementary School, and Tinian Elementary School. Awaiting the Authorization to Use Grant Funds (AUGF) from HUD.



Goal for next quarter, once the Authorization to Use Grants Funds (AUGF) is received, start coordination with the Public School System on Procurement Process, award a contract, and finalize the Intergovernmental Agency Agreement.

#### Road Repair Program

##### Ghilis and Apengahg Street:

During this reporting period, July 2021 to September 2021, NMHC CDBG DR issued the Notice to Proceed (NTP) on August 11, 2021 to the Contractor initiating a 240 calendar day timeline. Site preparation has commenced along with the installment of Project Information Sign Board on September 29, 2021. A revised Intergovernmental Agency Agreement with the HUD Rider Addendum A was finalized with the Department of Public Works and reviewed by the CNMI Attorney General's Office on September 20, 2021. DR Project Division is currently in coordination with the Department of Public Works and the Infrastructure Recovery Project Office for the assistance of a Professional Archaeologist to monitor the project.

The goal for next quarter is to work with DR Compliance Division and monitor the project site. Conduct routine meetings with the Contractor and report updates to project flow and project milestones.

##### Beach Road Phase III and IV:

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division completed the Environmental Assessment (EA's) for Beach Road phase III and IV. A revised Scope of Work with new budget proposal was submitted on September 28, 2021.

The goal for next quarter is to complete the updates to the 24 CFR Part 58 with the recommendations from ICF. Complete and advertise the Part 58 and RROF.

##### Tinian Westside Connecting Streets (Canceled):

During this reporting period, July 2021 to September 2021, NMHC CDBG DR canceled the project after guidance from HUD citing the Title 6 of the Civil Rights Act of 1964 provides that no person in the United States shall, on the ground of race, color, or national origin, be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity receiving federal financial assistance. For DR funded rehabilitation of homes on homestead property, including those homes on lots still within 10year restriction periods could present a problem because the restriction is based upon race/national origin. We are seeking clarification from HQ on eligibility for minor/major rehabilitation and/or reconstruction of homes on Homestead site specific lots still within the 10year restriction periods.

##### Tinian Kastiyu Road Improvement:

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division received the DR Application for Kastiyu Road Improvement. Road is approximately 2,000 linear feet serving Tinian residents. The road surface was severely damaged due to heavy downpour from Typhoon Yutu creating deep gullies that exposed a main water line.

The goal for next quarter to complete a full review of the scope of work and complete the Environmental Review with all Permitting Agencies and Stakeholders.

#### Utilities- Power & Water Resilience

##### Saipan: Dandan and Kagman Water Reservoir

##### Tinian: Carolinas Heights Water Reservoir

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division completed the Environmental Review (EA's) for all three Water Reservoir (Kagman, Dandan, and Carolinas Heights) for the Commonwealth Utilities Corporation (CUC). 24 CFR Part 58 completed and sent to NMHC Main Office. Both the FONSI and RROF was advertised on August 04, 2021.

The goal next quarter is to send RROF to HUD for review and obtain the AUGF.

##### Apengahg Street Sewer Line Replacement

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division completed and submitted the 24 CFR Part 58 Environmental



Assessment Determinations and Compliance Findings for HUD-assisted Projects. The Request for Release of Funds (RROF) was completed and advertised on July 13, 2021. The Authorization to Use Grant Funds was received on August 24, 2021.

The goal next quarter is to complete the procurement process and issue Notice to Proceed.

### III. Economic Revitalization Program

#### 1. Tourism Marketing and Promotions

The public notice for the RFP will be published once the Request for Release of Funding (RROF) is approved.

#### 2. Workforce Development Training Scholarship Program

On October 12, 2021, NMHC received the Intergovernmental Agreement from the CNMI Attorney General's Office. The CNMI AG reviewed and approved the Intergovernmental Agreement for legal sufficiency on October 5, 2012. The Agreement was forwarded to the Northern Marianas Technical Institute (NMTI) and the NMTI CEO was advised to begin accepting scholarship applications during registration periods.

#### 1. CDBG-DR Compliance

##### 1. Summary of Activities

This quarter the Compliance Division has focused primarily on training and further development of workflows and tracking sheets for all the major components of the CNMI CDBG-DR Programs. Working closely with ICF, the HUD contracted Technical Assistance provider, the Compliance Division reviewed current documentation, policies and procedures, and best practices. The tracking sheets and workflows developed in collaboration with ICF will directly correlate to the annual monitoring plan being developed.

The Compliance Division has also worked closely with the Project Division this quarter as the first infrastructure project has received its Notice to Proceed. Given this development, the Compliance Division has provided Technical Assistance to the Project Division focusing primarily on the Davis-Bacon and related acts as well as Section 3. In addition, the Compliance Division has also worked with the NMHC main office to conduct the first of many community outreach efforts online for the Section 3 provision. The Compliance Division has also met with the contractor to provide resources and technical assistance for the Davis-Bacon and Section 3 acts.

The Compliance Division has also worked closely with the leadership team to initiate regular leadership meetings to discuss current program/project progress, obstacles, and next steps for reaching the milestones outlined for the CNMI CDBG-DR program. The leadership meetings have extended to include other federal, local, and disaster recovery agencies as needed to ensure there are no overlaps and proper coordination is made.

The Compliance Division this quarter has continued work with the Housing Division for the completion of Duplication of Benefit reviews for the incoming Housing loan applicants. The Compliance Division has worked closely with FEMA and SBA to secure clarifications on specific scenarios for loan applicants and updates to the current listings provided for FEMA and SBA recipients to ensure the most comprehensive reviews possible.

#### Promising Practices and Success Stories

The Compliance Division is always looking for opportunities to strengthen its knowledge base and expertise. With this in mind, the Compliance Division was able to attend Section 3, Environmental Assessment, and TA training this quarter. The Compliance Division is also scheduled to participate in blueprint reading,

Environmental Assessment, and Lead-based painting training in the coming quarter.

**Additional Information**

The major goal for the upcoming quarter will be the development of the Compliance Division’s annual monitoring plan. The Compliance Division is also planning on initiating its next set of compliance reviews.

**Project Summary**

Project #, Project Title	This Report	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
9999, Restricted Balance	\$0.00	(\$10,378,000.00)	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	(\$10,378,000.00)	\$0.00
ADM, Administration	\$159,031.79	\$12,617,718.00	\$1,313,636.71
B-19-DV-69-0001	\$0.00	\$9,359,548.00	\$0.00
B-19-DV-69-0002	\$159,031.79	\$3,258,170.00	\$1,313,636.71
ECO, Economic Development	\$10.13	\$8,660,000.00	\$134.34
B-19-DV-69-0001	\$0.00	\$6,697,082.00	\$0.00
B-19-DV-69-0002	\$10.13	\$1,962,918.00	\$134.34
HOU, Housing	\$108,662.12	\$123,221,100.00	\$312,155.42
B-19-DV-69-0001	\$0.00	\$91,402,726.00	\$0.00
B-19-DV-69-0002	\$108,662.12	\$31,818,374.00	\$312,155.42
INF, Infrastructure	\$15,043.43	\$105,881,835.00	\$50,034.01
B-19-DV-69-0001	\$0.00	\$81,882,137.00	\$0.00
B-19-DV-69-0002	\$15,043.43	\$23,999,698.00	\$50,034.01
PLA, Planning	\$0.00	\$3,943,347.00	\$90,868.90
B-19-DV-69-0001	\$0.00	\$3,049,529.00	\$0.00
B-19-DV-69-0002	\$0.00	\$893,818.00	\$90,868.90

**Activities**

**Project # / ADM / Administration**



**Grantee Activity Number: ADM-ADM**

**Activity Title: Administration**

**Activity Type:**

Administration

**Activity Status:**

Under Way

**Project Number:**

ADM

**Project Title:**

Administration

**Projected Start Date:**

11/18/2020

**Projected End Date:**

11/18/2026

**Benefit Type:**

N/A

**Completed Activity Actual End Date:**

**National Objective:**

N/A

**Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall**

**Total Projected Budget from All Sources**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Budget**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Obligated**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Received**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Expended**

Northern Marianas Housing Corporation1

**Most Impacted and Distressed Expended**

B-19-DV-69-0001

B-19-DV-69-0002

**Jul 1 thru Sep 30, 2021**

**To Date**

\$0.00	\$25,235,436.00
\$3,107.00	\$12,617,718.00
\$515,793.00	\$12,617,718.00
\$518,900.00	\$25,235,436.00
\$3,107.00	\$12,617,718.00
\$515,793.00	\$12,617,718.00
\$1,587,772.08	\$2,742,377.00
\$0.00	\$0.00
\$1,587,772.08	\$2,742,377.00
\$159,031.79	\$1,313,636.71
\$0.00	\$0.00
\$159,031.79	\$1,313,636.71
\$159,031.79	\$1,313,636.71
\$0.00	\$0.00
\$159,031.79	\$1,313,636.71
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$354,630.82	\$1,525,760.96
\$354,630.82	\$1,525,760.96
\$345,491.58	\$1,507,926.91
\$0.00	\$0.00
\$345,491.58	\$1,507,926.91

**Activity Description:**

This activity will focus on the funding of all activities related to the overall administration of the CDBG-DR grant (staffing and general management oversight and coordination).

**Location Description:**

**Activity Progress Narrative:**

Quarter 3 Ending September 30, 2021





## Administration

The Northern Marianas Housing Corporation (NMHC) hired a total of two (2) staff members under the CDBG-DR Program during this reporting period.

A summary of these hires is outlined below.

Position Title

Office Location

Number of Hires

Construction Inspector

Saipan

1

Compliance Specialist

Saipan

1

There were a total of four (4) separation of employment: (1) Loan Specialist, (1) Housing Specialist, (1) Compliance Specialist, and (1) Project Supervisor. The NMHC is anticipating to fill these positions during the next reporting period.

As of September 30, 2021, the NMHC has a total of forty (40) active employees under the CDBG-DR Program.

## Compliance Division

Report Quarter Ending: 04/30/2021

Date of Submission: 04/12/2021

Summary of Activities

This quarter the Compliance Division conducted the first review of the CNMI CDBG-DR Housing Programs. The Notification letter was sent to the appropriate point of contact on January 21, 2021. The letter indicated outlined the areas of focus, expectations, and procedures for the upcoming monitoring review. The letter also set the Entrance Conference date for February 8, 2021 at the CDBG-DR Office. The on-site monitoring review was set for February 9-10, 2021. The Entrance Conference was completed on schedule with the Housing Administrator, Compliance Manager, and Compliance Division Staff in attendance.

The Compliance Division staff conducted the on-site monitoring review on February 9-10, 2021 and began compiling the data needed for the final report. Once the on-site monitoring review was fully completed, an Exit Conference was set for February 17, 2021. The Exit Conference was completed with the Housing Administrator, Compliance Manager, and Compliance Division in attendance. During the meeting the initial findings of the monitoring review were discussed with the Housing Administrator and an opportunity was given for the Housing Administrator to give feedback.

Once the Exit Conference was completed, the Compliance Division led by the Compliance Manager went to work finalizing the monitoring review report. The final report draft was provided to the Housing Administrator and CDBG-DR program management on March 9, 2021.

The official Findings Letter along with the final Monitoring Review Report followed on March 29, 2021.

The Compliance Division was also able to bring on new staff to augment the Compliance Division's current capacity. This quarter the Compliance Supervisor was brought on with two more Compliance Specialists to follow in the coming weeks.

Promising Practices and Success Stories

The Compliance Division is always looking for opportunities to strengthen their knowledge base and expertise. With this in mind, the Compliance Division was able to attend and complete Tiered Environmental Assessment Training, 8 Step Flood zone Mitigation Training, and OSHA Construction Safety Training this quarter.

Additional Information

The major goals for the next quarter include additional training on all HUD Cross-Cutting requirements as well as the development of a Cross-Cutting training program as a part of the CNMI CDBG-DR Program's TA for contractors, implementing agencies, and stakeholders.

The Compliance Division will also complete the initial monitoring review for the Overall CDBG-DR program as well as the second monitoring review for the CDBG-DR Housing Programs.

## Finance

During this reporting period, the Finance Division maintained the same amount of staff and continued cross-training. More collaboration with our main office branch was focused on during this quarter. We are currently looking into a more advanced payroll tracking system to improve our out-dated processes.

## **Section 3 Qualitative Efforts:**

### **Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

### **Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

## Activity Locations

No Activity Locations found.

## Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

## Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

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Activity Supporting Documents: None

Project # / ECO / Economic Development



**Grantee Activity Number: ECO-TM-LMI**

**Activity Title: Tourism Marketing**

**Activity Type:**

Tourism (Waiver Only)

**Project Number:**

ECO

**Projected Start Date:**

12/29/2020

**Benefit Type:**

N/A

**National Objective:**

Low/Mod

**Activity Status:**

Under Way

**Project Title:**

Economic Development

**Projected End Date:**

12/28/2023

**Completed Activity Actual End Date:**

**Responsible Organization:**

Northern Marianas Housing Corporation1

Overall	Jul 1 thru Sep 30, 2021	To Date
<b>Total Projected Budget from All Sources</b>	\$0.00	\$7,500,000.00
<b>Total Budget</b>	\$0.00	\$7,500,000.00
<b>Total Obligated</b>	\$0.00	\$0.00
<b>Total Funds Drawdown</b>	\$0.00	\$0.00
<b>Program Funds Drawdown</b>	\$0.00	\$0.00
<b>Program Income Drawdown</b>	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$0.00	\$0.00
Northern Marianas Housing Corporation1	\$0.00	\$0.00
<b>Most Impacted and Distressed Expended</b>	\$0.00	\$0.00

**Activity Description:**

HUD has previously granted similar waivers for other CDBG-DR grantees with tourism-dependent economies. As CNMI is proposing advertising and marketing activities rather than direct assistance to tourism-dependent and other businesses, and because the measures of long-term benefit from the proposed activities must be derived using indirect means, 42 U.S.C. 5305(a) is waived only to the extent necessary to make eligible use of no more than \$10,000,000 for assistance for tourism and business marketing activities to promote travel and to attract new businesses to disaster-impacted areas. Recognizing tourism as the largest contributor to employment and the GDP, the CNMI has submitted a Tourism Waiver application to the U.S. Department of Housing and Urban Development (HUD) outlining two main areas of focus which were Tourism Marketing and Destination Enhancement. HUD subsequently approved the waiver request for Tourism Marketing with a cap of no more than \$10,000,000, but did not approve Destination Enhancement activities. The approved waiver allows for these activities to be conducted in the geographical locations of Saipan, Tinian, and Rota. Specific metrics demonstrating the impact of CDBG-DR expenditures on the tourism and other sectors of the economy are outlined below under the "Eligible Activities" portion of the Economic Revitalization Program. These funds will expire 2 years after the initial drawdown for this allocation.

**Location Description:**

Saipan, Rota, & Tinian

**Activity Progress Narrative:**

During this reporting period, continued communications with our partner Agency MVA were done in order to solidify upcoming RFP's for the Japan, Taiwan, and Global Marketing projects.



**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

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**Activity Supporting Documents:** None



**Grantee Activity Number: ECO-WD-LMI**

**Activity Title: Workforce Development**

**Activity Type:**

Econ. development or recovery activity that creates/retains

**Project Number:**

ECO

**Projected Start Date:**

12/29/2020

**Benefit Type:**

Direct ( Person )

**National Objective:**

Low/Mod

**Activity Status:**

Under Way

**Project Title:**

Economic Development

**Projected End Date:**

12/28/2023

**Completed Activity Actual End Date:**

**Responsible Organization:**

Northern Marianas Housing Corporation1

Overall	Jul 1 thru Sep 30, 2021	To Date
<b>Total Projected Budget from All Sources</b>	\$0.00	\$2,320,000.00
B-19-DV-69-0001	\$0.00	\$1,160,000.00
B-19-DV-69-0002	\$0.00	\$1,160,000.00
<b>Total Budget</b>	\$0.00	\$2,320,000.00
B-19-DV-69-0001	\$0.00	\$1,160,000.00
B-19-DV-69-0002	\$0.00	\$1,160,000.00
<b>Total Obligated</b>	\$1,159,875.79	\$1,160,000.00
B-19-DV-69-0001	\$897,069.00	\$897,069.00
B-19-DV-69-0002	\$262,806.79	\$262,931.00
<b>Total Funds Drawdown</b>	\$10.13	\$134.34
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$10.13	\$134.34
<b>Program Funds Drawdown</b>	\$10.13	\$134.34
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$10.13	\$134.34
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$4,731.23	\$4,855.44
Northern Marianas Housing Corporation1	\$4,731.23	\$4,855.44
<b>Most Impacted and Distressed Expended</b>	\$4,730.27	\$4,854.48
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$4,730.27	\$4,854.48

**Activity Description:**

The workforce development program will offer training opportunities for LMI residents in the most in-demand sectors for the CNMI. The primary focus of the workforce development program will be LMI residents to fill jobs in recovery-related sectors such as construction. With construction, producing skilled workers by way of investing CDBG-DR funds into educational institutions such as the Northern Marianas Trades Institute (public) and the Northern Marianas College (NMC), will yield the following outcomes:

1. Address the shortage of construction workers,
2. Benefit LMIs by providing them employment and income; and
3. Address HUD's Section 3 requirement.



The Northern Marianas Technical Institute (NMTI), established in 2008 and a public education institute, is accredited by the National Center for Construction Education. The Northern Marianas College is the only higher education institute in the CNMI. Funding for these activities will strengthen collaboration between the workforce, educational institutions, and employers with a shared goal of providing solutions to promote growth and stability to the CNMI economy. Through the workforce development program, the CNMI will be able to assist an estimated 300 participants based on current tuition rates. The current workforce needs related to the CNMI's recovery initiatives present both a challenge and an opportunity to benefit residents across the CNMI. These efforts are aimed at ensuring that low- and moderate-income residents have access to the training needed to take advantage of these opportunities and additional support to ensure long-term success.

**Location Description:**

**Activity Progress Narrative:**

The Northern Marianas Housing Corporation (NMHC) and Northern Marianas Technical Institute (NMTI) executed the Intergovernmental Agreement (attached) on September 27, 2021. Prior to its execution, NMHC completed the "Environmental Review for Activity/Project that is Exempt or Categorically Excluded Not Subject to Section 58.5" (also attached) on August 23, 2021. The CNMI Attorney General reviewed and approved the legal sufficiency of the Agreement on October 5, 2021 and the document was forwarded to NMTI on October 12, 2021 after NMHC received it back from the Office of the CNMI Attorney General. NMTI will begin accepting scholarship applications when it opens its registration for construction classes.

**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found  
 Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

**Activity Supporting Documents:** None

**Project # / HOU / Housing**



**Grantee Activity Number: HOU-AFRD-LMI**

**Activity Title: Affordable Rental Housing Development**

**Activity Type:**

Affordable Rental Housing

**Project Number:**

HOU

**Projected Start Date:**

12/29/2020

**Benefit Type:**

Direct ( HouseHold )

**National Objective:**

Low/Mod

**Activity Status:**

Under Way

**Project Title:**

Housing

**Projected End Date:**

11/21/2026

**Completed Activity Actual End Date:**

**Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall**

**Total Projected Budget from All Sources**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Budget**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Obligated**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Received**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Expended**

Northern Marianas Housing Corporation1

**Most Impacted and Distressed Expended**

B-19-DV-69-0001

B-19-DV-69-0002

**Jul 1 thru Sep 30, 2021**

**To Date**

\$0.00	\$78,814,068.00
\$1,297,901.00	\$39,407,034.00
\$1,988,467.00	\$39,407,034.00
\$3,286,368.00	\$78,814,068.00
\$1,297,901.00	\$39,407,034.00
\$1,988,467.00	\$39,407,034.00
\$8,174,635.65	\$8,187,288.00
\$0.00	\$0.00
\$8,174,635.65	\$8,187,288.00
\$14,398.10	\$27,050.45
\$0.00	\$0.00
\$14,398.10	\$27,050.45
\$14,398.10	\$27,050.45
\$0.00	\$0.00
\$14,398.10	\$27,050.45
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$12,377.08	\$25,211.64
\$12,377.08	\$25,211.64
\$12,371.23	\$25,205.79
\$0.00	\$0.00
\$12,371.23	\$25,205.79

**Activity Description:**

The program will cover eligible costs for repair or replacement of damage to rental housing; resilience and mitigation; and environmental health hazard mitigation costs related to the repair of disaster-impacted rental property. Gap financing assistance will be provided to LIHTC developers.

**Location Description:**

Territory Wide

**Activity Progress Narrative:**



During this reporting period, the Northern Marianas Housing Corporation (NMHC) CDBG-DR Affordable Rental Housing Development Program policies and procedures were finalized and adopted. At least 8 companies have shown interest in availing of the program, including 1 that is finalizing a GAP-Filler to LIHTC program application. Draft closing documents have also been prepared and is currently undergoing review by HUD and NMHC's legal counsel, the Office of the Attorney General.

**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

---

**Activity Supporting Documents:** None

**Grantee Activity Number: HOU-HRR-LMI**

**Activity Title: Homeowner Rehabilitation & Reconstruction**

**Activity Type:**

Rehabilitation/reconstruction of residential structures

**Activity Status:**

Under Way

**Project Number:**

HOU

**Project Title:**

Housing

**Projected Start Date:**

12/29/2020

**Projected End Date:**

11/21/2026

**Benefit Type:**

Direct ( HouseHold )

**Completed Activity Actual End Date:**

**National Objective:**

Low/Mod

**Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall**

	<b>Jul 1 thru Sep 30, 2021</b>	<b>To Date</b>
<b>Total Projected Budget from All Sources</b>	\$0.00	\$63,051,252.00
B-19-DV-69-0001	(\$4,548,357.00)	\$31,525,626.00
B-19-DV-69-0002	(\$46,684.00)	\$31,525,626.00
<b>Total Budget</b>	(\$4,595,041.00)	\$63,051,252.00
B-19-DV-69-0001	(\$4,548,357.00)	\$31,525,626.00
B-19-DV-69-0002	(\$46,684.00)	\$31,525,626.00
<b>Total Obligated</b>	\$8,111,906.06	\$8,187,288.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$8,111,906.06	\$8,187,288.00
<b>Total Funds Drawdown</b>	\$34,650.32	\$110,032.26
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$34,650.32	\$110,032.26
<b>Program Funds Drawdown</b>	\$34,650.32	\$110,032.26
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$34,650.32	\$110,032.26
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$73,675.06	\$149,437.79
Northern Marianas Housing Corporation1	\$73,675.06	\$149,437.79
<b>Most Impacted and Distressed Expended</b>	\$70,514.10	\$145,763.51
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$70,514.10	\$145,763.51

**Activity Description:**

The Commonwealth of the Northern Mariana Islands (CNMI), through the Northern Marianas Housing Corporation (NMHC), will enter into loan and grant agreements with homeowners that will result in the rehabilitation or reconstruction of storm-damaged residential owner-occupied structures. The program will cover eligible costs for the rehabilitation or replacement of damage to real property, replacement of disaster-impacted residential appliances, and environmental health hazard mitigation costs related to the repair of disaster-impacted property. NMHC will contract with contractors that are on the list of approved contractors and assign them to the rehabilitation or the reconstruction of storm damaged properties. For residences identified as substantially damaged, support will be granted for reconstruction. Other solutions may be considered in program policies, once units are rehabilitated or rebuilt, to continue to preserve affordable housing in the CNMI.



### Location Description:

Territory Wide

### Activity Progress Narrative:

During this reporting period, the NMHC's Homeowner Rehabilitation and Reconstruction Program, Homebuyer and New Construction Program is currently on-going and as of the end of this reporting period, a total of 4,018 Prequalification Loan Applications (PLA) have been distributed to applicants between the three (3) main islands of Saipan, Tinian, and Rota. Of that total, 1,659 PLAs were completed and submitted for initial eligibility review, including 1,304 applicants that were deemed income-eligible and were then provided with a URLA Loan Application packet for completion and submission. A total 724 URLA Loan Application packets have been submitted, including 496 that have been underwritten and submitted for review and approval. As of the end of this reporting period, 286 loan applications have been conditionally approved and 182 have been denied.

### Section 3 Qualitative Efforts:

#### Accomplishments Performance Measures

**No Accomplishments Performance Measures**

#### Beneficiaries Performance Measures

**No Beneficiaries Performance Measures found.**

#### Activity Locations

**No Activity Locations found.**

#### Other Funding Sources

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

#### Other Funding Sources Budgeted - Detail

**No Other Match Funding Sources Found**

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**Activity Supporting Documents:** None



**Grantee Activity Number: HOU-HRR-UN**

**Activity Title: Homeowner Rehabilitation & Reconstruction**

**Activity Type:**  
Rehabilitation/reconstruction of residential structures

**Project Number:**  
HOU

**Projected Start Date:**  
12/31/2020

**Benefit Type:**  
Direct ( HouseHold )

**National Objective:**  
Urgent Need

**Activity Status:**  
Under Way

**Project Title:**  
Housing

**Projected End Date:**  
11/23/2026

**Completed Activity Actual End Date:**

**Responsible Organization:**  
Northern Marianas Housing Corporation1

Overall	Jul 1 thru Sep 30, 2021	To Date
<b>Total Projected Budget from All Sources</b>	\$0.00	\$15,762,814.00
B-19-DV-69-0001	\$5,846,256.00	\$7,881,407.00
B-19-DV-69-0002	\$2,035,151.00	\$7,881,407.00
<b>Total Budget</b>	\$7,881,407.00	\$15,762,814.00
B-19-DV-69-0001	\$5,846,256.00	\$7,881,407.00
B-19-DV-69-0002	\$2,035,151.00	\$7,881,407.00
<b>Total Obligated</b>	\$7,881,407.00	\$7,881,407.00
B-19-DV-69-0001	\$5,846,256.00	\$5,846,256.00
B-19-DV-69-0002	\$2,035,151.00	\$2,035,151.00
<b>Total Funds Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Funds Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$13,631.70	\$13,631.70
Northern Marianas Housing Corporation1	\$13,631.70	\$13,631.70
<b>Most Impacted and Distressed Expended</b>	\$13,093.90	\$13,093.90
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$13,093.90	\$13,093.90

**Activity Description:**

The Commonwealth of the Northern Mariana Islands (CNMI), through the Northern Marianas Housing Corporation (NMHC), will enter into loan and grant agreements with homeowners that will result in the rehabilitation or reconstruction of storm-damaged residential owner-occupied structures. The program will cover eligible costs for the rehabilitation or replacement of damage to real property, replacement of disaster-impacted residential appliances, and environmental health hazard mitigation costs related to the repair of disaster-impacted property. NMHC will contract with contractors that are on the list of approved contractors and assign them to the rehabilitation or the reconstruction of storm damaged properties. For residences identified as substantially damaged, support will be granted for reconstruction. Other solutions may be considered in program policies, once units are rehabilitated or rebuilt, to continue to preserve affordable housing in the CNMI.



**Location Description:**

**Activity Progress Narrative:**

During this reporting period, the NMHC’s Homeowner Rehabilitation and Reconstruction Program, Homebuyer and New Construction Program is currently on-going and as of the end of this reporting period, a total of 4,018 Prequalification Loan Applications (PLA) have been distributed to applicants between the three (3) main islands of Saipan, Tinian, and Rota. Of that total, 1,659 PLAs were completed and submitted for initial eligibility review, including 1,304 applicants that were deemed income-eligible and were then provided with a URLA Loan Application packet for completion and submission. A total 724 URLA Loan Application packets have been submitted, including 496 that have been underwritten and submitted for review and approval. As of the end of this reporting period, 286 loan applications have been conditionally approved and 182 have been denied.

**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

---

**Activity Supporting Documents:** None





**Grantee Activity Number: HOU-SFNCD-LMI**

**Activity Title: Single Family New Construction Development**

**Activity Type:**

Construction of new housing

**Project Number:**

HOU

**Projected Start Date:**

12/29/2020

**Benefit Type:**

Direct ( HouseHold )

**National Objective:**

Low/Mod

**Activity Status:**

Under Way

**Project Title:**

Housing

**Projected End Date:**

11/21/2026

**Completed Activity Actual End Date:**

**Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall**

	<b>Jul 1 thru Sep 30, 2021</b>	<b>To Date</b>
<b>Total Projected Budget from All Sources</b>	\$0.00	\$71,051,252.00
B-19-DV-69-0001	(\$5,447,919.00)	\$35,525,626.00
B-19-DV-69-0002	(\$147,122.00)	\$35,525,626.00
<b>Total Budget</b>	(\$5,595,041.00)	\$71,051,252.00
B-19-DV-69-0001	(\$5,447,919.00)	\$35,525,626.00
B-19-DV-69-0002	(\$147,122.00)	\$35,525,626.00
<b>Total Obligated</b>	\$35,410,166.99	\$35,525,626.00
B-19-DV-69-0001	\$26,352,135.00	\$26,352,135.00
B-19-DV-69-0002	\$9,058,031.99	\$9,173,491.00
<b>Total Funds Drawdown</b>	\$59,613.70	\$175,072.71
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$59,613.70	\$175,072.71
<b>Program Funds Drawdown</b>	\$59,613.70	\$175,072.71
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$59,613.70	\$175,072.71
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$133,829.60	\$249,707.65
Northern Marianas Housing Corporation1	\$133,829.60	\$249,707.65
<b>Most Impacted and Distressed Expended</b>	\$122,567.69	\$234,988.07
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$122,567.69	\$234,988.07

**Activity Description:**

The CNMI, through NMHC, will provide affordable homeownership opportunities to eligible LMIs through its CDBG-DR housing program that will mirror or patterned after its current HUD HOME loan program. The CNMI governor has placed housing as the highest recovery priority. HUD identified "most impacted and distressed" areas of Saipan and Tinian which are earmarked for, at a minimum, 80 percent of the CDBG-DR funding set aside for the housing program.

The devastation to the CNMI housing stock from a previous typhoon (in 2015) and the two subsequent typhoons resulted in an unprecedented loss of homes that were either destroyed or remain uninhabitable. New construction of single-family homes will help restore communities impacted by the typhoons and improve neighborhoods in need of new, infill development. The Single-Family New Construction Development Program will provide new affordable single-family homes through two program options:

1) Turnkey Home Development



Program and 2) Have a Lot, Build a Home Program.

Beneficiaries for the programs include low- and moderate-income homeowners/leaseholders and homebuyers/leaseholders whose incomes are up to 120 percent AMI. Under this program, the CNMI through NMHC will utilize CDBG-DR funds to install infrastructure and construct homes on public and private lands if available. The development of land will include construction activities including infrastructure (roads, lighting, etc.), grading, installation of utilities, and land preparation.

**Location Description:**

Territory Wide

**Activity Progress Narrative:**

During this reporting period, the NMHC’s Homeowner Rehabilitation and Reconstruction Program, Homebuyer and New Construction Program is currently on-going and as of the end of this reporting period, a total of 4,018 Prequalification Loan Applications (PLA) have been distributed to applicants between the three (3) main islands of Saipan, Tinian, and Rota. Of that total, 1,659 PLAs were completed and submitted for initial eligibility review, including 1,304 applicants that were deemed income-eligible and were then provided with a URLA Loan Application packet for completion and submission. A total 724 URLA Loan Application packets have been submitted, including 496 that have been underwritten and submitted for review and approval. As of the end of this reporting period, 286 loan applications have been conditionally approved and 182 have been denied.

**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

---

**Activity Supporting Documents:** None



**Grantee Activity Number: HOU-SFNCD-UN**

**Activity Title: Single Family New Construction Development**

**Activity Type:**

Construction of new housing

**Project Number:**

HOU

**Projected Start Date:**

12/31/2020

**Benefit Type:**

Direct ( HouseHold )

**National Objective:**

Urgent Need

**Activity Status:**

Under Way

**Project Title:**

Housing

**Projected End Date:**

11/23/2026

**Completed Activity Actual End Date:**

**Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall**

	<b>Jul 1 thru Sep 30, 2021</b>	<b>To Date</b>
<b>Total Projected Budget from All Sources</b>	\$0.00	\$17,762,814.00
B-19-DV-69-0001	\$6,588,034.00	\$8,881,407.00
B-19-DV-69-0002	\$2,293,373.00	\$8,881,407.00
<b>Total Budget</b>	\$8,881,407.00	\$17,762,814.00
B-19-DV-69-0001	\$6,588,034.00	\$8,881,407.00
B-19-DV-69-0002	\$2,293,373.00	\$8,881,407.00
<b>Total Obligated</b>	\$8,881,407.00	\$8,881,407.00
B-19-DV-69-0001	\$6,588,034.00	\$6,588,034.00
B-19-DV-69-0002	\$2,293,373.00	\$2,293,373.00
<b>Total Funds Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Funds Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$31,497.27	\$31,497.27
Northern Marianas Housing Corporation1	\$31,497.27	\$31,497.27
<b>Most Impacted and Distressed Expended</b>	\$30,643.73	\$30,643.73
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$30,643.73	\$30,643.73

**Activity Description:**

the CNMI, through NMHC, will provide homeownership opportunities to eligibal Urgent Needs through its CDBG-dR housing program that will mirror or pattened after its current HUD HOME loan program. The CNMI governor has placed housing as the highest recovery priority. HUD identified "most impacted and distressed areas of Saipan and Tinian which are earmarked for, at a minimum 80 percentage of the CDBG-dR funding set aside for the housing program.

The devastation to the CNMI housing stock from a previous typhoon (in 2015) and the two subsequent typhoons resulted in an unprecedented loss of homes that were either destroyed or remain uninhabitable. New construction of single-family homes will help restore communities impacted by the typhoons and improve neighborhoods in need of new, infill development. The Single-Family New Construction Development Program will provide new affordable single-family homes through two program options:  
 1) Turnkey Home Development



Program and 2) Have a Lot, Build a Home Program.

Beneficiaries for the programs include low- and moderate-income homeowners/leaseholders and homebuyers/leaseholders whose incomes are up to 120 percent AMI. Under this program, the CNMI through NMHC will utilize CDBG-DR funds to install infrastructure and construct homes on public and private lands if available. The development of land will include construction activities including infrastructure (roads, lighting, etc.), grading, installation of utilities, and land preparation.

**Location Description:**

**Activity Progress Narrative:**

During this reporting period, the NMHC’s Homeowner Rehabilitation and Reconstruction Program, Homebuyer and New Construction Program is currently on-going and as of the end of this reporting period, a total of 4,018 Prequalification Loan Applications (PLA) have been distributed to applicants between the three (3) main islands of Saipan, Tinian, and Rota. Of that total, 1,659 PLAs were completed and submitted for initial eligibility review, including 1,304 applicants that were deemed income-eligible and were then provided with a URLA Loan Application packet for completion and submission. A total 724 URLA Loan Application packets have been submitted, including 496 that have been underwritten and submitted for review and approval. As of the end of this reporting period, 286 loan applications have been conditionally approved and 182 have been denied.

**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

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**Activity Supporting Documents:** None

**Project # / INF / Infrastructure**



**Grantee Activity Number: INF-PFRP-LMI**

**Activity Title: Public Facility Rehabilitation Program**

**Activity Type:**

Acquisition, construction, reconstruction of public facilities

**Activity Status:**

Under Way

**Project Number:**

INF

**Project Title:**

Infrastructure

**Projected Start Date:**

12/28/2020

**Projected End Date:**

11/20/2026

**Benefit Type:**

N/A

**Completed Activity Actual End Date:**

**National Objective:**

Low/Mod

**Responsible Organization:**

Northern Marianas Housing Corporation1

Overall	Jul 1 thru Sep 30, 2021	To Date
<b>Total Projected Budget from All Sources</b>	\$0.00	\$117,763,016.00
B-19-DV-69-0001	\$0.00	\$58,881,508.00
B-19-DV-69-0002	\$0.00	\$58,881,508.00
<b>Total Budget</b>	\$0.00	\$117,763,016.00
B-19-DV-69-0001	\$0.00	\$58,881,508.00
B-19-DV-69-0002	\$0.00	\$58,881,508.00
<b>Total Obligated</b>	\$12,870,612.05	\$12,893,042.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$12,870,612.05	\$12,893,042.00
<b>Total Funds Drawdown</b>	\$11,068.78	\$33,498.73
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$11,068.78	\$33,498.73
<b>Program Funds Drawdown</b>	\$11,068.78	\$33,498.73
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$11,068.78	\$33,498.73
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$44,947.57	\$67,372.95
Northern Marianas Housing Corporation1	\$44,947.57	\$67,372.95
<b>Most Impacted and Distressed Expended</b>	\$41,046.41	\$62,401.97
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$41,046.41	\$62,401.97

**Activity Description:**

The Islands have over 220 miles (350 km) of highways, three airports with paved runways, and one heliport. The main commercial airport is Saipan International Airport. The government-run utility company maintains 5 power generation plants – 3 on Saipan, 1 on Tinian, and 1 on Rota. It also provides water and wastewater services and delivery. The CNMI will ensure that adaptable and reliable technologies are used to guard against the premature obsolescence of infrastructure. Local infrastructure projects will be selected by priority need and selection criteria can be found in this Action Plan on Section 3. F. "Scoring Criteria". As part of the selection process, the scoring criteria identified five major priorities based on a point system:

1. Priority Need in relation to Housing (25 points)
2. Storm Resilience (15 points)
3. Overall LMI Benefit (25 points)



- 4. Management Capacity (15 points)
- 5. Cost Reasonable Budget (20 points)

The eligible activities are acquisition, construction, reconstruction, rehabilitation, or installation of public facilities and improvements under 570.201 (c), except as provided in Sec. 570.207(a), carried out by the recipient, or other public or private nonprofit entities building activities as listed in 24 CFR 570.205 or 570.483(b)(5) and (c)(3).

The eligible activities are acquisition, construction, reconstruction, rehabilitation, or installation of public facilities and improvements, carried out by the recipient or other public or private nonprofit entities.

**Location Description:**

Territory Wide

**Activity Progress Narrative:**

**INF-PFRP-LMI  
Public Facility Rehabilitation Program**

CNMI Public School System:

During this reporting period July 2021 to September 2021, the NMHC CDBG DR Project Division completed and submitted to NMHC Main Office the 24 CFR Part 58 Finding of No Significant Impact (FONSI). Both the FONSI and the Request for Release of Funds (RROF) was published on September 09, 2021; Marianas High School, Francisco Sablan Middle School, William Reyes Elementary School, and Tinian Elementary School. Awaiting the Authorization to Use Grant Funds (AUGF) from HUD. Goal for next quarter, once the Authorization to Use Grants Funds (AUGF) is received, start coordination the Public School System on Procurement Process, award a contract, and finalize the Intergovernmental Agency Agreement.

**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

---

**Activity Supporting Documents:** None





**Grantee Activity Number: INF-RRP-LMI****Activity Title: Road Repair Program****Activity Type:**

Construction/reconstruction of streets

**Project Number:**

INF

**Projected Start Date:**

12/29/2020

**Benefit Type:**

N/A

**National Objective:**

Low/Mod

**Activity Status:**

Under Way

**Project Title:**

Infrastructure

**Projected End Date:**

11/21/2026

**Completed Activity Actual End Date:****Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall****Total Projected Budget from All Sources**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Budget**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Obligated**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Received**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Expended**

Northern Marianas Housing Corporation1

**Most Impacted and Distressed Expended**

B-19-DV-69-0001

B-19-DV-69-0002

**Jul 1 thru Sep 30, 2021****To Date**

\$0.00	\$21,300,000.00
\$0.00	\$10,650,000.00
\$0.00	\$10,650,000.00
\$0.00	\$21,300,000.00
\$0.00	\$10,650,000.00
\$0.00	\$10,650,000.00
\$1,954,986.79	\$1,960,652.00
\$0.00	\$0.00
\$1,954,986.79	\$1,960,652.00
\$1,969.94	\$7,635.15
\$0.00	\$0.00
\$1,969.94	\$7,635.15
\$1,969.94	\$7,635.15
\$0.00	\$0.00
\$1,969.94	\$7,635.15
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$6,683.90	\$12,179.73
\$6,683.90	\$12,179.73
\$6,675.95	\$12,171.78
\$0.00	\$0.00
\$6,675.95	\$12,171.78

**Activity Description:**

This activity will focus on the rehabilitation of major roadways for the islands of Saipan and Tinian (MID areas).

**Location Description:**

Saipan &amp; Tinian (MID Areas)

**Activity Progress Narrative:**

INF-RRP-LMI



## Road Repair Program

Ghilis and Apengahg Street:

During this reporting period, July 2021 to September 2021, NMHC CDBG DR issued the Notice to Proceed (NTP) on August 11, 2021 to the Contractor initiating 240 calendar day timeline. Site preparation has commenced along with the installment of Project Information Signboard on September 29, 2021. A revised Intergovernmental Agency Agreement with the HUD Rider Addendum A was finalized with the Department of Public Works and reviewed by the CNMI Attorney General's Office on September 20, 2021. DR Project Division is currently in coordination with the Department of Public Works and the Infrastructure Recovery Project Office for the assistance of a Professional Archaeologist to monitor the project.

The goal for next quarter is to work with DR Compliance Division and monitor the project site. Conduct routine meetings with the Contractor and report updates to project flow and project milestones.

Beach Road Phase III and IV:

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division completed the Environmental Assessment (EA's) for Beach Road phase III and IV. A revised Scope of Work with new budget proposal was submitted on September 28, 2021.

The goal for next quarter to complete the updates to the 24 CFR Part 58 with the recommendations from ICF. Complete and advertise the Part 58 and RROF.

Tinian Westside Connecting Streets (Canceled):

During this reporting period, July 2021 to September 2021, NMHC CDBG DR canceled the project after guidance from HUD citing the Title 6 of the Civil Rights Act of 1964 provides that no person in the United States shall, on the ground of race, color, or national origin, be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity receiving federal financial assistance. For DR funded rehabilitation of homes on homestead property, including those homes on lots still within 10year restriction periods could present a problem because the restriction is based upon race/national origin. We are seeking clarification from HQ on eligibility for minor/major rehabilitation and/or reconstruction of homes on Homestead site specific lots still within the 10year restriction periods.

Tinian Kastiyu Road Improvement:

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division received the DR Application for Kastiyu Road Improvement. Road is approximately 2,000 linear feet serving Tinian residents. The road surface was severely damage due to heavy downpour from Typhoon Yutu creating deep gullies that exposed a main water line.

The goal for next quarter to complete a full review of the scope of work and complete the Environmental Review with all Permitting Agencies and Stakeholders.

### Section 3 Qualitative Efforts:

#### Accomplishments Performance Measures

**No Accomplishments Performance Measures**

#### Beneficiaries Performance Measures

**No Beneficiaries Performance Measures found.**

#### Activity Locations

**No Activity Locations found.**

#### Other Funding Sources

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

#### Other Funding Sources Budgeted - Detail

**No Other Match Funding Sources Found**

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**Activity Supporting Documents:**

None

**Grantee Activity Number: INF-UPWR-LMI**

**Activity Title: Utilities - Power & Water Resilience**

**Activity Type:**

Rehabilitation/reconstruction of a public improvement

**Activity Status:**

Under Way

**Project Number:**

INF

**Project Title:**

Infrastructure

**Projected Start Date:**

12/29/2020

**Projected End Date:**

11/21/2026

**Benefit Type:**

N/A

**Completed Activity Actual End Date:**

**National Objective:**

Low/Mod

**Responsible Organization:**

Northern Marianas Housing Corporation1

**Overall**

**Total Projected Budget from All Sources**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Budget**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Obligated**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Funds Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Drawdown**

B-19-DV-69-0001

B-19-DV-69-0002

**Program Income Received**

B-19-DV-69-0001

B-19-DV-69-0002

**Total Funds Expended**

Northern Marianas Housing Corporation1

**Most Impacted and Distressed Expended**

B-19-DV-69-0001

B-19-DV-69-0002

**Jul 1 thru Sep 30, 2021**

**To Date**

\$0.00	\$72,700,654.00
\$0.00	\$36,350,327.00
\$0.00	\$36,350,327.00
\$0.00	\$72,700,654.00
\$0.00	\$36,350,327.00
\$0.00	\$36,350,327.00
\$8,232,448.58	\$8,239,344.00
\$0.00	\$0.00
\$8,232,448.58	\$8,239,344.00
\$2,004.71	\$8,900.13
\$0.00	\$0.00
\$2,004.71	\$8,900.13
\$2,004.71	\$8,900.13
\$0.00	\$0.00
\$2,004.71	\$8,900.13
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$0.00	\$0.00
\$9,799.70	\$16,695.13
\$9,799.70	\$16,695.13
\$9,756.46	\$16,651.89
\$0.00	\$0.00
\$9,756.46	\$16,651.89

**Activity Description:**

This activity will focus on the repair and rehabilitation of community water systems and electric power systems within the islands of Saipan and Tinian (MID areas).

**Location Description:**

Saipan & Tinian (MID Areas)

**Activity Progress Narrative:**

INF-UPWR-LMI



## Utilities- Power & Water Resilience

Saipan: Dandan and Kagman Water Reservoir

Tinian: Carolinas Heights Water Reservoir

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division completed the Environmental Review (EA's) for all three Water Reservoir (Kagman, Dandan, and Carolinas Heights) for the Commonwealth Utilities Corporation (CUC). 24 CFR Part 58 completed and sent to NMHC Main Office. Both the FONSI and RROF was advertised on August 04, 2021.

The goal next quarter is to send RROF to HUD for review and obtain the AUGF.

Apengahg Street Sewer Line Replacement

During this reporting period, July 2021 to September 2021, NMHC CDBG DR Project Division completed and submitted the 24 CFR Part 58 Environmental Assessment Determinations and Compliance Findings for HUD-assisted Projects. The Request for Release of Funds (RROF) was completed and advertised on July 13, 2021. The Authorization to Use Grant Funds was received on August 24, 2021.

The goal next quarter is to complete Procurement process and issue Notice to Proceed.

### Section 3 Qualitative Efforts:

## Accomplishments Performance Measures

**No Accomplishments Performance Measures**

## Beneficiaries Performance Measures

**No Beneficiaries Performance Measures found.**

## Activity Locations

**No Activity Locations found.**

### Other Funding Sources

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

## Other Funding Sources Budgeted - Detail

**No Other Match Funding Sources Found**

---

**Activity Supporting Documents:**

None

**Project # / PLA / Planning**

**Grantee Activity Number: PLA-PLA**

**Activity Title: Planning**

**Activity Type:**

Planning

**Project Number:**

PLA

**Projected Start Date:**

12/29/2020

**Benefit Type:**

N/A

**National Objective:**

N/A

**Activity Status:**

Under Way

**Project Title:**

Planning

**Projected End Date:**

11/21/2026

**Completed Activity Actual End Date:**

**Responsible Organization:**

Northern Marianas Housing Corporation1

<b>Overall</b>	<b>Jul 1 thru Sep 30, 2021</b>	<b>To Date</b>
<b>Total Projected Budget from All Sources</b>	\$0.00	\$7,886,694.00
B-19-DV-69-0001	\$0.00	\$3,943,347.00
B-19-DV-69-0002	\$0.00	\$3,943,347.00
<b>Total Budget</b>	\$0.00	\$7,886,694.00
B-19-DV-69-0001	\$0.00	\$3,943,347.00
B-19-DV-69-0002	\$0.00	\$3,943,347.00
<b>Total Obligated</b>	\$0.00	\$90,868.90
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$90,868.90
<b>Total Funds Drawdown</b>	\$0.00	\$90,868.90
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$90,868.90
<b>Program Funds Drawdown</b>	\$0.00	\$90,868.90
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$90,868.90
<b>Program Income Drawdown</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$1,227.77	\$92,096.67
Northern Marianas Housing Corporation1	\$1,227.77	\$92,096.67
<b>Most Impacted and Distressed Expended</b>	\$1,226.36	\$92,095.26
B-19-DV-69-0001	\$0.00	\$0.00
B-19-DV-69-0002	\$1,226.36	\$92,095.26

**Activity Description:**

This activity will focus on planning eligible activities under the CDBG-DR program.

**Location Description:**

Territory Wide

**Activity Progress Narrative:**

During this reporting period, continued discussions were held with the local utility company (Commonwealth Utilities Corporation) in order to implement the Integrated Resource Plan.



**Section 3 Qualitative Efforts:**

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources**

**Amount**

No Other Funding Sources Found

Total Other Funding Sources

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

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**Activity Supporting Documents:** None

