



May 03, 2011

MEMORANDUM FOR: Mercedes Márquez, Assistant Secretary, D FROM: Ronald J. Herbert, Deputy Assistant Secretary for Operations (Acting), DO

SUBJECT: Finding of No Significant Impact under the National Environmental Policy Act – Notice of Funding Availability for Fiscal Year 2011: Capacity Building for Community Development and Affordable Housing (FR-5500-N-12)

It is the finding of this office that the attached funding notice (FR-5500-N-12) does not constitute a major Federal action having an individually or cumulatively significant effect on the human environment and therefore does not require the preparation of an environmental impact statement. The notice sets out the guidance to govern grants authorized for Fiscal Year 2011 under section 4 of the HUD Demonstration Act of 1993.

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

This office finds that the notice does not have a significant impact on the human environment for two reasons. First, most of the activities funded by the program consist of training, education, advice and technical support and therefore have no physical impact on the environment and are categorically excluded from review pursuant to the National Environmental Policy Act and related authorities under 24 CFR 50.19(b)(1), (2), (9), (13) and (14). In addition, individual projects to be funded by these grants may not be known at the time the overall grants are awarded and also may not be known when some of the subgrants are made. Therefore, in accordance with 24 CFR 50.3(h), the applications and the grant agreements for this program must provide that no commitment or expenditure for physical activities or property acquisition may be made until HUD has completed an environmental review to the extent required under applicable regulations and has given notification of its approval under 24 CFR 50.3(h). Any physical activities funded by the program described in this NOFA will undergo individual environmental review at the time they are considered, and their potential impacts will be addressed more accurately and appropriately then.

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

Attachment

Concurrences:

Charles Bien Environmental Clearance Officer Office of Environment and Energy

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Date

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Christopher Hartenau Environmental Clearance Officer Office of General Counsel

Approval:

Mercedes Márquez

Assistant Secretary for Community Planning and Development

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