## Funding Watershed Restoration AND Hazard Mitigation / Resilience Strategies and Sources

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#### Agenda

Strategy / Approach to Funding Projects
Project Planning Tips
Funding and Financing Resilience Projects
Federal & State Funding Sources



Strategy & Approach to Funding Projects

Improving Resilience Funding and Financing Capacity

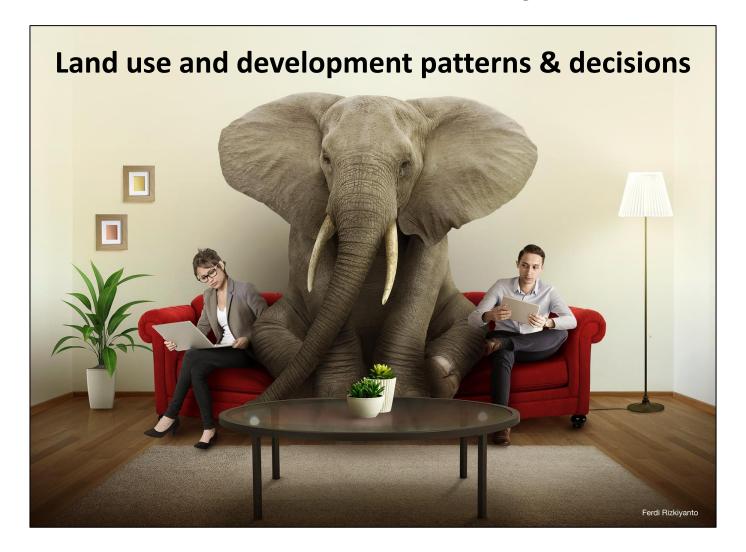


#### Objectives and Benefits of Projects

What are you trying to achieve (or restore back to)?

- Ties into funding opportunities, as well as the feasibility of projects
- Wildlife habitat tends to be an "extra" or bonus thing

#### Objectives and Benefits of Projects



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#### Feasibility

If current or future **flood mitigation** is an objective...

You should be VERY realistic about what can be achieved

- Type(s) of flooding, scale of issue, size of watershed, land cover, etc.
- So many structures and infrastructure built within floodplains
- So many—and often drastic—hydrological modifications
- Removing bigger trees to restore streams → change stream temps?
- Win-win projects (e.g. road-stream crossing improvements)

### Feasibility

If **heat mitigation** is an objective...

You should be VERY realistic about what can be achieved

- Time lag for tree plantings to generate measurable cooling benefits
- Can we quantify near-term benefits (e.g. de-paving + vegetation)?

# \*Maintaining existing shade trees and forest cover\*

Project
Planning Tips with Funding in
Mind

Improving Resilience Funding and Financing Capacity



## Resilience Project Planning Tips General

- Adopt integrated planning efforts
- Consider funding options early in the planning process
- Establish a portfolio of viable implementation projects
- Pursue cost reducing strategies
- Identify and evaluate funding and financing options
- Develop a diverse mix of funding and finance strategies

## Resilience Project Planning Tips General

- Stages of project development
- Other sources of technical assistance
- Non-federal cost-share
- Benefit-cost analysis (BCA)\*

## Resilience Project Planning Tips General

- Non-federal cost-share
  - Timing
    - Getting project into municipal and county budgets
    - Applying for other grants, loans
  - Pursue multiple sources
    - Funding "quilt"
  - Strategies for smaller communities
    - Collaborative projects
    - Cooperative procurement, resource sharing

## Resilience Project Planning Tips FEMA in particular

- Benefit-cost analysis (BCA)
  - Start early with help from technical partner
  - Rough BCA to see if worth doing detailed BCA
  - Gather available info so don't have to redo steps for BCA
    - Plan to fill in gaps ahead of actual application
  - Include critical infrastructure, lifelines, wider area in projects ("community-level benefits")

Funding and Financing Resilience Projects

Strategies and Sources



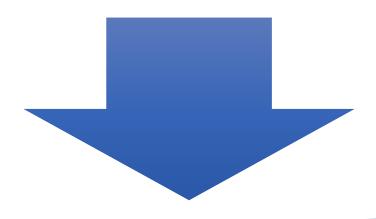
A comprehensive resilience funding strategy will use a combination of tools



- Incorporating funding and finance earlier, especially in integrated planning processes
- Develop a balanced funding & financing strategy
  - Cost reducing activities
  - Revenue streams

#### Developing a Balanced Strategy

Funding and Finance



#### **Financing**

- "two-way" acquisition of money
- Repayment of principal and interest

#### **Funding**

- "one-way" financial resource
- No repayment

## Developing a Balanced Strategy Cost Reducers and Revenue Streams



#### **Cost Reducers**

**Integrated Planning** 

**Capital Improvement Programs** 

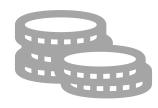
Asset Management

Procurement Partnerships and Resource Sharing

Public Private Partnerships

Rebates and Tax Credits

**Regulations and Policy** 



#### **Revenue Streams**

Taxes

Fees

**Bonds and Loans** 

Grants

Crowdfunding



# Cost Reducers for Resilience

- Integrated Planning
  - Integrating with Comprehensive Plan, Hazard Mitigation Plans, other Community Plans
  - Integrating with regional and state plans
- Embedding Resilience into Current Processes (esp. Capital Improvement)
  - Asset Management
    - Assessing vulnerability
    - Updating maintenance and replacement schedules
    - Updating infrastructure design standards and plans
  - Budget and Procurement
    - Establishing resilience criteria as priority
    - Assessing long-term viability
- Bundling Projects
  - Portfolio of projects
  - Coordinating with neighboring jurisdictions

# Revenue Streams for Resilience

- General Funds
  - New taxes or special assessments
  - Enterprise funds
  - Tax Increment Financing Districts or Special Improvement Districts
- Fees
  - Permit Fees
  - Utility Fees
  - Impact Fees
  - Fee In-lieu
- Bonds
  - Municipal
  - Green
  - Impact
- State Revolving Funds (SRFs)
  - Clean Water SRF & Drinking Water SRF
    - Green Project Reserves
  - Newer Resilience Revolving Loan Funds: Federal STORM Act



	Green Infrastructure	Natural Infrastructure	<b>Urban Focus</b>	Habitat Restoration	Flood Prevention	Water Quality	Pollution Abatement	<b>Disaster</b> Mitigation
EPA Building Blocks for Sustainable Communities								
EPA Clean Water Act Nonpoint Source Grant (Section 319)								
EPA Clean Water State Revolving Fund (CWSRF)								
EPA Great Lakes Restoration Initiative (GLRI)								
EPA Greening America's Communities Program								
EPA Superfund Redevelopment Initiative (SRI)								
EPA Urban Waters Small Grants Program (UWSG)								
FEMA Flood Mitigation Assistance (FMA) Grant								
FEMA Pre-Disaster Mitigation (PDM) Grant Program								
HUD Community Development Block Grant (CDBG)								
NOAA Community-based Restoration Program								
USDA Urban and Community Forestry (UCF) Program								
USFWS (U.S. Fish & Wildlife Service) Coastal Program								

**EESI Fact Sheet: Attributes of Federal Funding and Technical Assistance Sources (2020)** 

#### Revenue Streams

Federal Grants

Federal Funding and Technical Assistance Programs

Note: FEMA Pre-Disaster Mitigation (PDM) Grant Program is now Building Resilient Infrastructure and Communities (BRIC)

#### Recommended Resources

- Flood Funding Finder
- Nature-Based Solutions Resource Guide 2.0\*\*
- <u>Federal Funding for Green Infrastructure and</u>
   <u>Nature-Based Solutions Summary Table</u>\*
- Webcast Navigating Federal Funding for Green
   Infrastructure and Nature Based Solutions\*
- <u>EESI Fact Sheet Federal Resources for Nature-</u>
   <u>Based Solutions to Climate Change</u>
- Funding Sources By State Or Territory (infrastructure)
- <u>Federal Funding for Water and Wastewater Utilities</u>
   <u>in National Disasters (Fed FUNDS)</u>



#### Revenue Streams

Federal Grants

Federal Funding and Technical Assistance Programs

#### Cost-Share for FEMA

Sources

#### Acceptable <u>federal</u> match

Dept. of Defense - Readiness and Environmental Protection Integration (REPI)
 Program (<u>www.repi.mil</u>)

#### Federal pass-through funding that loses federal identity

- EPA via SRF
  - "SRFs can be used a bridge loan or supplement until reimbursement by FEMA"
- HUD CDBG via state or county
  - Disaster Recovery (DR) after declared disasters
  - Section 108 Loan Guarantee Program

## Revenue Streams

State Funding

- 319 nonpoint \$
- DOT \$
- SRF's
- Open space preservation
- Ag BMP cost-share

- Maryland
  - MDE Comprehensive Flood Mgt. Grant Program
  - DNR Chesapeake and Coastal Grants Gateway
- Pennsylvania
  - Growing Greener
  - Community Conservation Partnership Program
  - Fish & Boat
  - DCED
- Virginia
  - Community Flood Preparedness Fund (CFPF)
- Delaware
  - Chesapeake Bay Implementation Grants (CBIG)
  - Local Government Implementation Funding Grants (LGIF)
  - Clean Water Trust Fund\*
  - Tax / drainage ditches

#### Takeaways

- There is no magic bullet
  - Funding is difficult to acquire
- Be prepared to take advantage of new funding by:
  - Considering funding options early in the planning process
  - Evaluating available cost-share options
  - Establishing a portfolio of viable implementation projects
  - Integrating resilience into traditional infrastructure projects
- Seek technical partners familiar with that agency's applications to assist with project development
- Partner with nearby communities to pool match and expand population benefited by projects
- Develop a diversified strategy by mixing various funding and finance strategies to implement projects



