This webinar series is brought to you in part by the Association of Community College Trustees in partnership with the Rural Community College Alliance and with funding made possible by the Bill and Melinda Gates Foundation. For more information about the Strengthening Rural Community Colleges Initiative and to read our report, please visit our website. Thank you!
ACCT Region Representation
USDA Rural Development Offices

- Rural Development
  - Rural Business-Cooperative Service
  - Rural Housing Service
  - Rural Utilities Service
USDA Rural Development Offices

47 State Offices
400 Area Offices
1 National Office in DC

https://www.rd.usda.gov/about-rd/state-offices
Community Facilities Program Overview

• **Essential Community Facilities**
  - Health Care Facilities & Equipment
  - Education & Cultural Facilities
  - Public Buildings & Equipment
  - Public Safety Facilities
  - Other (Natural Gas Distribution, Fairgrounds, Levees, Dams, Farmers Markets,...)

• **Eligible Applicants**
  - Public Bodies, Non-Profits or Native American Tribes
Community Facilities Programs Overview

- Healthcare $5.9 billion
- Education $3.6 billion
- Public Buildings $1.2 billion
- Public Safety $1.0 billion
- Other $0.5 billion

Community Facilities - Total Portfolio

- Healthcare 48%
- Education 30%
- Public Safety 8%
- Public Buildings 10%
- Other 4%
Community Facilities Programs Overview

**CF Cultural and Educational Investments, by Total Dollars**

- **All Purpose Campus Building, 40.2%**
- **Charter School, 20.9%**
- **Public School, 8.6%**
- **College, 8.5%**
- **College Dorm, 8.0%**
- **Child Care, 2.4%**
- **Library, 2.0%**
- **Other, 9.3%**

**CF Cultural and Educational Investments, by Total Facilities**

- **All Purpose Campus Building, 7.7%**
- **Charter School, 8.4%**
- **Public School, 9.3%**
- **College, 3.6%**
- **College Dorm, 1.9%**
- **Library, 17.0%**
- **Child Care, 19.1%**
- **Other, 33.0%**
Community Facilities Programs Overview: Who’s Eligible

- An applicant must be:
  - A public body
  - A not-for-profit organization
  - Native American tribe on Federal or State Reservations or other Federally recognized tribes

- Facility must be located in a town/city/village with a population:
  - Under 20,000 for a direct loan and/or grant
  - Under 50,000 for guaranteed loans.

- Projects must primarily serve rural residents residing in communities with a population:
  - Under 20,000 for a direct loan and/or grant
  - Under 50,000 for guaranteed loans.

- Applicant must be unable to finance the project from their own resources or through commercial credit at reasonable rates and terms.
Community Facilities: Direct Loans

CF Direct Loan Rates and Terms

• Interest rates currently at 3.25% (Interest rates change quarterly)
• 40-year term or useful life
• Adequate security to protect the interest of the Government
• Repayment ability
Community Facilities Direct Loan Program Guidance Book for Applicants

Community Facilities Direct Loan Program Guidance Book for Applicants is a step by step guide to help applicants apply for a Community Facilities Direct loan.

This guide book outlines the application process, financial feasibility requirements, construction and closing of an essential community facility for small towns and rural areas.

https://www.rd.usda.gov/programs-services/all-programs/community-facilities-programs
Community Facilities: Grant Programs

**CF Regular Grants**

- Limited grant funds available for the most-needy communities
  - Average grant obligated in FY21 was $42,000

- Same eligibility requirements as the direct loan program

- Grant funds cannot exceed 75 percent of the cost of project and authorized on a graduated basis

- Grant funding limitations are based on population and income, economic feasibility and availability of grant funds

- Projects are selected based on a priority point system. Points are assigned based on population, income and other priorities

- Maximum grant assistance cannot exceed the lower of the qualifying percentage of eligible project cost determined, minimum amount sufficient to provide for economic feasibility as determined, and either 50 percent of the annual State allocation or $50,000, whichever is greater
Rural Community Development Initiative (RCDI)

- Grants to build capacity for housing, community facilities, and community and economic development projects
- Rural for this program is a population of 50,000 or less
- RCDI has the “train the trainer” concept
- RCDI program has a dollar-for-dollar match requirement
- Grant amounts range from $50,000 - $250,000
- Funding announcement is published in the Federal Register
- $6 Million is generally available
Technical Assistance and Training Grants (TAT)

Grants can be used to:

- Assist communities in identifying and planning for community facility needs
- Identify resources to finance community facility needs from public and private sources
- Prepare reports and surveys necessary to request financial assistance to develop community facilities
- Prepare applications for Agency financial assistance
- Improve the management, including financial management, related to the operation of community facilities
- Rural for this program is a population of 20,000 or less
Emergency Rural Health Care Grants
American Rescue Plan Act

This program provides up to $500 million in grant funding to help broaden access to COVID-19 testing and vaccines, rural health care services, and food assistance through food banks and food distribution facilities.

Funding was made available to eligible applicants through two tracks:

- **Track One: Recovery Grants** provide immediate relief to address economic conditions arising from the COVID-19 emergency. Grants range from $25,000 - $1 million.

- **Track Two: Impact Grants** advance ideas and solutions to solve regional health care problems to support the long-term sustainability of rural health. Grants range from $5 million - $10 million.

Applications accepted until funding no longer available

Deadline October 12, 2021; Applications no longer accepted

https://rd.usda.gov/erhc
Community Facilities Loans and Grants

Project Examples
Glen Oaks Community College (Michigan)

$6,500,000 CF Direct for new college dorm

$2,200,000 CF Direct for renovation of student union
Bay Mills Community College (Michigan)

$7,500,000 CF Direct Loan for construction of a new administration and classroom building
Cankdeska Cikana Community College (North Dakota)

$7,600,000 CF Direct Loan for construction of a Head Start facility
Contact Information

Contact your local USDA Rural Development office for more information.

https://www.rd.usda.gov/

https://www.rd.usda.gov/programs-services/community-facilities/community-facilities-direct-loan-grant-program

https://www.rd.usda.gov/about-rd/state-offices

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