



# Continuum of Care Reallocation Policy

## Purpose

The purpose of this policy is to provide a structured and transparent process for reallocating Continuum of Care (CoC) resources. Reallocation allows the CoC to redirect funds from existing projects to new or underfunded projects that better meet community needs and priorities. This policy aims to ensure that reallocation decisions are based on objective criteria and contribute to the overall effectiveness of the CoC.

## 2. Scope

This policy applies to all CoC-funded projects eligible for reallocation. It outlines the procedures and criteria for reallocating CoC resources.

## 3. Definitions

- **Reallocation:** The process of redirecting CoC funding from existing projects to new projects.
- **Renewal Project:** An existing project receiving HUD CoC funding that is seeking continued funding.
- **New Project:** A project seeking HUD CoC funding and not currently receiving such funding.
- **Project Review and Ranking Committee (PRRC):** A group responsible for evaluating and recommending projects for reallocation.

## 4. Reallocation Criteria

### Eligibility for Reallocation

- Renewal projects may be considered for reallocation if they are underperforming, not drawing down funding, have significant issues with compliance or effectiveness, or if their funding can be better utilized elsewhere.

- New projects must align with CoC priorities and demonstrate a significant potential to address unmet needs in the community.

#### **Criteria for Reallocation Decisions**

- **Performance:** Assessment of the renewal project's performance, including service outcomes, financial management, and compliance with CoC standards.
- **Alignment with CoC Goals:** How well the new project aligns with CoC priorities and addresses identified gaps in services.
- **Cost-Effectiveness:** Evaluation of the cost-effectiveness of both the renewal project and the new project, including potential impact and efficiency.
- **Community Need:** The degree to which the new project addresses critical and unmet needs in the community.

## 5. Reallocation Process

#### **Identification of Funds for Reallocation**

- The CoC Lead Agency will review all renewal projects to identify potential candidates for reallocation based on performance evaluations and funding availability.
- The PRRC will determine the total amount of funds available for reallocation in each funding cycle.

#### **Solicitation of New Projects, Project Evaluation, and Funding Recommendations**

- The processes for the local competition for HUD CoC funding are provided in the CoC Project Review and Ranking Policy.

## 6. Appeals Process

#### **Eligibility**

- Renewal projects may appeal reallocation decisions if they believe there was a procedural error.

#### **Procedure**

- Appeals must be submitted in writing to the CoC Lead Agency within 2 business days of the notification.
- The CoC Board/Executive Committee, comprising members not involved in the initial review, will review the appeal.

- The CoC Board/Executive Committee will issue a final decision within 1 business day.

## 8. Policy Review

This policy will be reviewed annually by the CoC Board to ensure its effectiveness and relevance. Revisions will be made as needed to reflect changes in funding regulations, community needs, or CoC priorities.

## 9. Effective Date

This policy is effective as of August 22, 2024, and will remain in effect until revised or replaced.