Grantee: North Carolina

Grant: P-21-NC-37-LDZ1

July 1, 2026 thru September 30, 2026 Performance

Grant Number:
P-21-NC-37-LDZ1

Obligation Date:

Award Date:

Grantee Name:
North Carolina

Contract End Date:

Review by HUD:
Submitted - Await for Review

Grant Award Amount:
$13,186,000.00

Grant Status:
Active

QPR Contact:
Jessica Au

LOCCS Authorized Amount:

Estimated PI/RL Funds:

Total Budget:
$13,186,000.00

Disasters:

Declaration Number
FEMA-4617-NC

Overall	This Report Period	To Date
Total Projected Budget from All Sources	$0.00	$13,186,000.00
B-21-DF-37-0001	$0.00	$7,975,000.00
B-22-DF-37-0001	$0.00	$5,211,000.00
Total Budget	$0.00	$13,186,000.00
B-21-DF-37-0001	$0.00	$7,975,000.00
B-22-DF-37-0001	$0.00	$5,211,000.00
Total Obligated	$0.00	$13,186,000.00
B-21-DF-37-0001	$0.00	$7,975,000.00
B-22-DF-37-0001	$0.00	$5,211,000.00
Total Funds Drawdown	$2,315,241.91	$4,526,091.79
B-21-DF-37-0001	$2,287,145.41	$3,980,292.26
B-22-DF-37-0001	$28,096.50	$545,799.53
Program Funds Drawdown	$2,315,241.91	$4,526,091.79
B-21-DF-37-0001	$2,287,145.41	$3,980,292.26
B-22-DF-37-0001	$28,096.50	$545,799.53
Program Income Drawdown	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Program Income Received	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Total Funds Expended	$2,327,602.02	$4,538,451.90
B-21-DF-37-0001	$2,299,572.30	$3,992,719.15
B-22-DF-37-0001	$28,029.72	$545,732.75
HUD Identified Most Impacted and Distressed	$2,278,872.22	$4,293,237.75
B-21-DF-37-0001	$2,250,775.72	$3,761,707.08
B-22-DF-37-0001	$28,096.50	$531,530.67
Other Funds	$ 0.00	$ 0.00

Match Funds	$ 0.00	$ 0.00
Non-Match Funds	$ 0.00	$ 0.00

Funds Expended

Overall	This Period	To Date
DFI - UNC at Chapel Hill	$ 0.00	$ 44,600.00
Haywood County	$ 2,278,872.22	$ 4,034,965.25
NCORR	$ 48,729.80	$ 246,341.65
North Carolina State University	$ 0.00	$ 212,545.00

Progress Toward Required Numeric Targets

Requirement	Target	Projected	Actual
Overall Benefit Percentage			
B-21-DF-37-0001	70.00%	94.29%	50.05%
B-22-DF-37-0001	70.00%	84.15%	5.20%
Overall Benefit Amount			
B-21-DF-37-0001	$4,900,000.00	$6,600,000.00	$3,503,700.04
B-22-DF-37-0001	$3,256,190.00	$3,914,200.00	$241,801.85
Limit on Public Services			
B-21-DF-37-0001	$1,196,250.00	$.00	$.00
B-22-DF-37-0001	$781,650.00	$355,000.00	$290,588.36
Limit on Admin/Planning			
B-21-DF-37-0001	$1,595,000.00	$975,000.00	$476,592.22
B-22-DF-37-0001	$1,042,200.00	$559,300.00	$14,534.32
Limit on Admin			
B-21-DF-37-0001	$398,750.00	$398,750.00	$218,369.67
B-22-DF-37-0001	$260,550.00	$260,550.00	$14,202.49
Most Impacted and Distressed			
B-21-DF-37-0001	$6,380,000.00	$7,512,429.00	$3,761,707.08
B-22-DF-37-0001	$4,168,800.00	$4,890,700.00	$531,530.67
Mitigation Set-aside			
B-21-DF-37-0001	$1,040,000.00	$752,200.00	$190,247.41
B-22-DF-37-0001	$.00	$491,800.00	$2,093.32

Overall Progress Narrative:

This report reflects progress made by the North Carolina Department of Commerce (NCDOC) Division of Community Revitalization (DCR) for activities under the Community Development Block Grant Disaster Recovery (CDBG-DR) grant P-21-NC-37-LDZ1 during Q3 2026 (July 1 through September 30, 2026).

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Background: The Division of Community Revitalization
The Division of Community Revitalization was established on January 2, 2025, by North Carolina Governor Josh Stein's Executive Order No. 3: Reorganizing the Executive Branch to Meet the Needs of Western North Carolina, to oversee the rebuilding of homes destroyed or damaged by Hurricane Helene and other disasters, coordinate and lead efforts to revitalize the economy of western North Carolina, and oversee other programs as assigned by the Governor or the Secretary of Commerce. On July 9, 2026, the Tropical Storm (TS) Fred CDBG-DR grant P-21-NC-37-LDZ1 – consisting of child grants B-21-DF-37-0001 and B-22-DF-37-0001 – was transferred from the North Carolina Office of Recovery and Resiliency (NCORR) to DCR to administer through grant closeout. The total grant allocation is $13,186,000.

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Action Plan Amendments
On April 7, 2026, the third substantial amendment to the paper Action Plan was approved, designating DCR as the direct HUD CDBG-DR recipient for Tropical Storm Fred recovery (FEMA DR 4617). In July, the grant was transferred from NCORR to DCR in the Disaster Recovery Grant Reporting System (DRGR).

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Program Progress
Q3 2026 marked DCR's first full quarter administering the TS Fred programs. DCR established administrative and reporting structures, coordinated with Haywood County on program transition, and advanced readiness of housing, mitigation, and homeownership programs. Construction continued at the Balsam Edge multifamily housing site, including Section 3 reporting and workforce development efforts.

Project Summary

Project #, Project Title	This Report	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
101, Administration (5%)	$36,369.69	$659,300.00	$232,572.16
B-21-DF-37-0001	$36,369.69	$398,750.00	$218,369.67
B-22-DF-37-0001	$0.00	$260,550.00	$14,202.49
102, Planning	$0.00	$875,000.00	$258,554.38
B-21-DF-37-0001	$0.00	$576,250.00	$258,222.55
B-22-DF-37-0001	$0.00	$0.00	$331.83
105, Affordable Housing Development Fund - Housing	$2,278,860.27	$5,282,700.00	$3,390,521.66
B-21-DF-37-0001	$2,250,775.72	$3,575,100.00	$3,313,452.63
B-22-DF-37-0001	$28,084.55	($1,139,100.00)	$77,069.03
106, Affordable Housing Development Fund - Mitigation	$0.00	$1,244,000.00	$192,340.73
B-21-DF-37-0001	$0.00	$752,200.00	$190,247.41
B-22-DF-37-0001	$0.00	($188,200.00)	$2,093.32
111, Homeowner Assistance	$11.95	$1,100,000.00	$450,602.86
B-21-DF-37-0001	$0.00	$0.00	$0.00
B-22-DF-37-0001	$11.95	$1,100,000.00	$450,602.86
112, Housing Counseling Fund	$0.00	$25,000.00	$1,500.00
B-21-DF-37-0001	$0.00	$0.00	$0.00
B-22-DF-37-0001	$0.00	$25,000.00	$1,500.00
113, Rapid Recovery Fund	$0.00	$4,000,000.00	$0.00
B-21-DF-37-0001	$0.00	$2,672,700.00	$0.00
B-22-DF-37-0001	$0.00	$1,327,300.00	$0.00
9999, Restricted Balance	$0.00	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00	$0.00
B-22-DF-37-0001	$0.00	($5,211,000.00)	$0.00

Grantee Program Summary

Homeownership Assistance Program

Grant	Proposed Budget		Proposed MID Threshold Budget HUD Identified		Proposed MID Threshold Budget Grantee Identified	
	This Period	To Date	This Period	To Date	This Period	To Date
P-21-NC-37-LDZ1	$ 0.00	$ 1,100,000.00	$ 0.00	$ 1,100,000.00	$ 0.00	$ 0.00
B-22-DF-37-0001	$ 0.00	$ 1,100,000.00	$ 0.00	$ 1,100,000.00	$ 0.00	$ 0.00
B-21-DF-37-0001	$ 0.00	$ 0.00	$ 0.00	$ 0.00	$ 0.00	$ 0.00

Narrative:

The Homeownership Assistance Program provides direct financial support via down payment assistance and closing costs to eligible first-time homebuyers in Haywood County, including public servants and first-generation homebuyers. The program is designed to expand access to affordable homeownership and promote long-term community stability following Tropical Storm Fred.

The Homeownership Assistance Program (HAP) remained in pre-launch during Q3 2026. DCR continued developing the Neighborly application system and coordinating with Haywood County to advance program implementation. No households were served during the reporting period.

Affordable Housing Development Fund Mitigation

Grant	Proposed Budget		Proposed MID Threshold Budget HUD Identified		Proposed MID Threshold Budget Grantee Identified	
	This Period	To Date	This Period	To Date	This Period	To Date
P-21-NC-37-LDZ1	$ 0.00	$ 1,720,000.00	$ 0.00	$ 1,720,000.00	$ 0.00	$ 0.00
B-22-DF-37-0001	$ 0.00	$ 680,000.00	$ 0.00	$ 680,000.00	$ 0.00	$ 0.00
B-21-DF-37-0001	$ 0.00	$ 1,040,000.00	$ 0.00	$ 1,040,000.00	$ 0.00	$ 0.00

Narrative:

The mitigation portion of the Affordable Housing Development Fund supports the development of housing that incorporates hazard-resistant design, elevation, and other resilience measures to reduce

long-term disaster risk. These activities ensure that new units in affected communities are built to withstand future storm impacts.

The mitigation component of the Affordable Housing Development Fund supporting the Balsam Edge project remained in pre-development during Q3. Construction continued on the housing structures; however, mitigation-specific construction had not yet begun.

Affordable Housing Development Fund

Grant	Proposed Budget		Proposed MID Threshold Budget HUD Identified		Proposed MID Threshold Budget Grantee Identified	
	This Period	To Date	This Period	To Date	This Period	To Date
P-21-NC-37-LDZ1	$ 0.00	$ 8,806,700.00	$ 0.00	$ 8,806,700.00	$ 0.00	$ 0.00
B-22-DF-37-0001	$ 0.00	$ 2,846,700.00	$ 0.00	$ 2,846,700.00	$ 0.00	$ 0.00
B-21-DF-37-0001	$ 0.00	$ 5,960,000.00	$ 0.00	$ 5,960,000.00	$ 0.00	$ 0.00

Narrative:

The Affordable Housing Development Fund provides financing for the development of new affordable single-family and multi-family housing units for communities affected by Tropical Storm Fred. The program supports local governments and development partners in building safe, resilient housing.

Construction progressed at the Balsam Edge multifamily housing site during Q3 2026. The subrecipient, Haywood County, conducted Davis-Bacon and Section 3 monitoring activities and processed payroll reviews. Since assuming responsibility, DCR, in collaboration with Haywood County, has determined that the Harkins Project is not viable due to rising costs, loss of leveraged funding, infrastructure challenges, and developer capacity constraints. As a result, DCR and Haywood County have initiated closeout activities and begun planning for the reallocation of funds.

Housing Counseling Fund

Grant	Proposed Budget		Proposed MID Threshold Budget HUD Identified		Proposed MID Threshold Budget Grantee Identified	
	This Period	To Date	This Period	To Date	This Period	To Date
P-21-NC-37-LDZ1	$ 0.00	$ 25,000.00	$ 0.00	$ 25,000.00	$ 0.00	$ 0.00
B-22-DF-37-0001	$ 0.00	$ 25,000.00	$ 0.00	$ 25,000.00	$ 0.00	$ 0.00
B-21-DF-37-0001	$ 0.00	$ 0.00	$ 0.00	$ 0.00	$ 0.00	$ 0.00

Narrative:

The Housing Counseling Fund supports eligible households by providing HUD-compliant disaster recovery housing counseling services, including financial guidance, recovery navigation, and long-term housing planning.

During Q3 2026, DCR and Haywood County prepared the program framework and advanced the Memorandum of Understanding (MOU). No services were delivered during the reporting period.

Activities

Project # / 101 / Administration (5%)

Grantee Activity Number: FRED999ADM1000
Activity Title: Admin - TS Fred

Activity Type:
Administration

Activity Status:
Under Way

Project Number:
101

Project Title:
Administration (5%)

Projected Start Date:
01/01/2023

Projected End Date:
04/01/2029

Benefit Type:
N/A

Completed Activity Actual End Date:

National Objective:
N/A

Responsible Organization:
NCORR

Overall	Jul 1 thru Sep 30, 2026	To Date
Total Projected Budget from All Sources	$0.00	$659,299.97
B-21-DF-37-0001	$0.00	$398,750.00
B-22-DF-37-0001	$0.00	$260,549.97
Total Budget	$0.00	$659,299.97
B-21-DF-37-0001	$0.00	$398,750.00
B-22-DF-37-0001	$0.00	$260,549.97
Total Obligated	$0.00	$659,300.00
B-21-DF-37-0001	$0.00	$398,750.00
B-22-DF-37-0001	$0.00	$260,550.00
Total Funds Drawdown	$36,369.69	$232,572.16
B-21-DF-37-0001	$36,369.69	$218,369.67
B-22-DF-37-0001	$0.00	$14,202.49
Program Funds Drawdown	$36,369.69	$232,572.16
B-21-DF-37-0001	$36,369.69	$218,369.67
B-22-DF-37-0001	$0.00	$14,202.49
Program Income Drawdown	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Program Income Received	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Total Funds Expended	$48,729.80	$244,932.27
NCORR	$48,729.80	$244,932.27
Most Impacted and Distressed Expended	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00

Activity Description:

Administrative activities

Location Description:

Statewide

Activity Progress Narrative:

DCR focused on administrative setup, program coordination, and financial reporting during its first full quarter administering the TS Fred grant.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None

Project # / 105 / Affordable Housing Development Fund - Housing

Grantee Activity Number: FRED083AHD1908
Activity Title: Haywood Affordable Hsg SF

Activity Type:
Construction of new housing

Activity Status:
Under Way

Project Number:
105

Project Title:
Affordable Housing Development Fund - Housing

Projected Start Date:
01/19/2023

Projected End Date:
12/31/2027

Benefit Type:
Direct (HouseHold)

Completed Activity Actual End Date:

National Objective:
Low/Mod-Income Housing

Responsible Organization:
Haywood County

Overall	Jul 1 thru Sep 30, 2026	To Date
Total Projected Budget from All Sources	$0.00	$1,707,600.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$1,707,600.00
Total Budget	$0.00	$1,707,600.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$1,707,600.00
Total Obligated	$0.00	$1,707,600.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$1,707,600.00
Total Funds Drawdown	$28,084.55	$77,069.03
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$28,084.55	$77,069.03
Program Funds Drawdown	$28,084.55	$77,069.03
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$28,084.55	$77,069.03
Program Income Drawdown	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Program Income Received	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Total Funds Expended	$28,084.55	$77,069.03
Haywood County	$28,084.55	$77,069.03
Most Impacted and Distressed Expended	$28,084.55	$77,069.03
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$28,084.55	$77,069.03

Activity Description:

To provide disaster recovery to Haywood County under Tropical Storm Fred, consistent with the State's HUD-approved CDBG-DR Action Plan by providing affordable multifamily rental and/or single-family homeownership housing opportunities to households in Haywood County.

Location Description:

HUD approved MID County Haywood.

Activity Progress Narrative:

Activity remained in pre-construction during Q3 2026. No new expenditures or accomplishments occurred.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None

Grantee Activity Number: FRED083AHD2408
Activity Title: Haywood Affordable Hsg MF

Activity Type:
Affordable Rental Housing

Activity Status:
Under Way

Project Number:
105

Project Title:
Affordable Housing Development Fund - Housing

Projected Start Date:
01/19/2023

Projected End Date:
12/31/2027

Benefit Type:
Direct (HouseHold)

Completed Activity Actual End Date:

National Objective:
Low/Mod-Income Housing

Responsible Organization:
Haywood County

Overall	Jul 1 thru Sep 30, 2026	To Date
Total Projected Budget from All Sources	$0.00	$3,575,100.00
B-21-DF-37-0001	$0.00	$3,575,100.00
B-22-DF-37-0001	$0.00	$0.00
Total Budget	$0.00	$3,575,100.00
B-21-DF-37-0001	$0.00	$3,575,100.00
B-22-DF-37-0001	$0.00	$0.00
Total Obligated	$0.00	$3,575,100.00
B-21-DF-37-0001	$0.00	$3,575,100.00
B-22-DF-37-0001	$0.00	$0.00
Total Funds Drawdown	$2,250,775.72	$3,313,452.63
B-21-DF-37-0001	$2,250,775.72	$3,313,452.63
B-22-DF-37-0001	$0.00	$0.00
Program Funds Drawdown	$2,250,775.72	$3,313,452.63
B-21-DF-37-0001	$2,250,775.72	$3,313,452.63
B-22-DF-37-0001	$0.00	$0.00
Program Income Drawdown	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Program Income Received	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Total Funds Expended	$2,250,775.72	$3,313,452.63
Haywood County	$2,250,775.72	$3,313,452.63
Most Impacted and Distressed Expended	$2,250,775.72	$3,313,452.63
B-21-DF-37-0001	$2,250,775.72	$3,313,452.63
B-22-DF-37-0001	$0.00	$0.00

Activity Description:

To provide disaster recovery to Haywood County under Tropical Storm Fred, consistent with the State's HUD-approved CDBG-DR Action Plan by providing affordable multifamily rental and/or single-family homeownership housing opportunities to households in Haywood County.

Location Description:

HUD approved MID County Haywood.

Activity Progress Narrative:

Construction advanced at Balsam Edge with continued compliance monitoring and payroll reviews.

Section 3 Qualitative Efforts
During Q3 2026, Balsam Edge contractors continued Section 3 workforce engagement. Wayne Automatic Fire Sprinklers provided on the job training, apprenticeship opportunities, technical and professional development courses, and employment-readiness support.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None

Project # / 111 / Homeowner Assistance

Grantee Activity Number: FRED083HOA2501
Activity Title: Haywood HOA

Activity Type:
Homeownership Assistance to low- and moderate-income

Activity Status:
Under Way

Project Number:
111

Project Title:
Homeowner Assistance

Projected Start Date:
01/19/2023

Projected End Date:
12/31/2027

Benefit Type:
Direct (HouseHold)

Completed Activity Actual End Date:

National Objective:
Low/Mod

Responsible Organization:
Haywood County

Overall	Jul 1 thru Sep 30, 2026	To Date
Total Projected Budget from All Sources	$0.00	$770,000.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$770,000.00
Total Budget	$0.00	$770,000.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$770,000.00
Total Obligated	$0.00	$770,000.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$770,000.00
Total Funds Drawdown	$11.95	$161,514.50
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$11.95	$161,514.50
Program Funds Drawdown	$11.95	$161,514.50
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$11.95	$161,514.50
Program Income Drawdown	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Program Income Received	$0.00	$0.00
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$0.00	$0.00
Total Funds Expended	$11.95	$161,514.50
Haywood County	$11.95	$161,514.50
Most Impacted and Distressed Expended	$11.95	$161,514.50
B-21-DF-37-0001	$0.00	$0.00
B-22-DF-37-0001	$11.95	$161,514.50

Activity Description:

To provide disaster recovery to Haywood County under Tropic Storm Fred, consistent with the State's HUD-approved CDBG-DR Action Plan by providing downpayment and closing cost assistance to participants purchasing homes within Haywood County.

Location Description:

HUD approved MID County Haywood.

Activity Progress Narrative:

Program remained in pre-launch; no households were served.

Accomplishments Performance Measures

	This Report Period	Cumulative Actual Total / Expected
	Total	Total
# of Housing Units	0	8/35
# of Singlefamily Units	0	8/35

Beneficiaries Performance Measures

	This Report Period			Cumulative Actual Total / Expected			
	Low	Mod	Total	Low	Mod	Total	Low/Mod%
# of Households	0	0	0	5/0	4/35	9/35	100.00
# Owner	0	0	0	5/0	3/35	9/35	88.89

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None

Monitoring, Audit, and Technical Assistance

Event Type	This Report Period	To Date
Monitoring, Audits, and Technical Assistance	0	25
Monitoring Visits	0	0
Audit Visits	0	0
Technical Assistance Visits	0	0
Monitoring/Technical Assistance Visits	0	0
Report/Letter Issued	0	3