# Section 3 Presentation to City of Mount Vernon



The City recently received the following grant award:

- Grant Contract No. CDV21-0099
- Award Amount: \$350,000.00
- Project: sewer and water line improvements



## The grant is funded through the Community Development Block Grant, via:

 U.S. Department of Housing and Urban Development

and

Texas Department of Agriculture



#### Section 3 Concepts

- As a condition of funding, the City must comply with Section 3 of the Housing and Urban Development Act of 1968.
- To the greatest extent feasible, Grant Recipients must direct economic opportunities generated by CDBG funds to low- and very low-income persons.



In part, this means ensuring that:

- Section 3 Businesses have the information to submit a bid or proposal for the project; and
- Section 3 Workers have information about any available job opportunities related to the project.

For precise definitions, see TxCDBG Policy Issuance 20-01



#### Section 3 Business

A company may qualify as a Section 3 Business if:

- it is owned by low-income persons;
- it is owned by Section 8-Assisted housing residents; or
- 75% of all labor hours for the business in a 3 month period are performed by Section 3 Workers

Register at:

• HUD's Section 3 website:

https://portalapps.hud.gov/Sec3BusReg/BRegistry/Regist erBusiness



#### **Section 3 Business**

This project is expected to include the following contracting opportunities:

- Grant Administration services (previously selected)
- Engineering Services (previously selected)
- Prime Contractor for sewer and water line replacement
- Subcontractors TBD



You may qualify as a Section 3 Worker if:

- Your annual income is below the county threshold for your family size:
- You are a current or recent Youthbuild participant

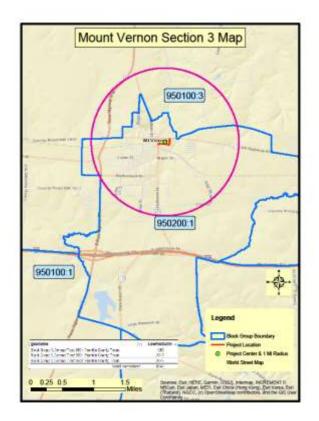
Register your information and search for opportunities at:

- WorkInTexas.gov
- HUD's Section 3 Opportunity Portal
  <u>https://hudapps.hud.gov/OpportunityPortal/</u>



Section 3 Workers that reside near the project location may also qualify as Targeted Section 3 Workers.

For this project, that service area is defined by this map:





#### Recordkeeping

The City will track all hours worked on the project based on the three categories of workers.

This will require collection of certain income information.





For More Information

#### **TxCDBG Policy Issuance 20-01**

### <u>REVISED Policy Issuance 20-01 Section 3 v1.pdf</u> (texasagriculture.gov)

24 CFR Part 75

**Electronic Code of Federal Regulations (eCFR)** 

City of Mount Vernon