

## **Montgomery County Continuum of Care CoC Program – Reallocation Process**

As part of the annual Continuum of Care (CoC) competition, HUD has given all CoCs the opportunity to reallocate funds from existing projects to create new projects that better meet the needs of the community. The Montgomery County Continuum of Care will reallocate HUD CoC program funds as needed, in accordance with the Montgomery County CoC's strategic plan, to improve CoC performance, reduce homelessness and promote housing stability. Funds can be reallocated on a voluntary or involuntary basis in accordance with the criteria below.

### 1. Voluntary Reallocation

Any current CoC grantee can voluntarily reallocate its existing project by reducing the project's annual renewal demand either in whole or in part. Any grantee wishing to reallocate funds must notify the Montgomery County Department of Health and Human Services (DHHS) within the timeline outlined in that year's competition process. Upon notification of the intent to reallocate, DHHS will notify the community that new funding is available, specifying the amount available and type of projects that can be considered.

### 2. Involuntary Reallocation

The Allocation Committee will meet annually or as needed to discuss potential reallocation of existing CoC projects. Projects will be considered for reallocation based on previous CoC Application rankings, performance measures, financial stewardship and alignment with CoC priorities.

If a project is identified as being low performing by scoring poorly during the CoC ranking and review process, has unsatisfactory project performance measures, does not align with CoC priorities and/or has a pattern of under expenditures, the Collaborative Applicant will work with the project to develop a project improvement plan. If the project has not made significant changes to improve its performance or meet set targets in the agreed upon timeframe, the CoC reserves the right to reallocate funding, either in whole or in part, and make it available through a competitive process.

All funding made available through either voluntary or involuntary reallocation will be awarded via a competitive application process. Providers wishing to apply for funds made available through reallocation must submit a new project application and supporting materials in accordance with the CoC Competition instructions. New funding requests will be considered by the Allocation Committee during the annual competition and will be ranked as part of the CoC prioritization process.