



Recovery Housing Program (RHP) 2025 Action Plan



TABLE OF CONTENTS

Standard Form 424 and 424D	3
Program Summary	3
Resources	
Other Federal Resources	
State Resources	
Administration Summary	
Use of Funds	6
Eligible Activities	6
Method of Distribution	
Activities Carried Out Directly	8
Eligible Service Providers	8
Criteria for Evaluation	<u>c</u>
Project Need	<u>c</u>
Project Impact	10
Project Efficiency and Feasibility	11
Definitions	11
Individual in Recovery	11
Substance Use Disorder	11
Recovery Residence	11
Anticipated Outcomes and Expenditure Plan	11
Anticipated Outcomes	12
Expenditure Plan	12
Citizen Participation Summary	12
Partner Coordination	13
Service Provider Management and Monitoring	14
Pre-Award/Pre-Agreement Costs	14
Certifications	14
Action Plan Updates	16

RHP ACTION PLAN

Grantee: New Mexico (All)

RHP Grant: B-20-RH-35-0001
RHP Grant: B-21-RH-35-0001
RHP Grant: B-22-RH-35-0001
RHP Grant: B-23-RH-35-0001
RHP Grant: B-24-RH-35-0001

RHP Grant: B-25-RH-35-0001

Grant Award Amounts:

Estimated PI/RL Funds:

FY2020 - \$940,000 **FY2021** - \$902,621

FY2022 - \$1,013,918 **FY2023** - \$1,268,811

FY2024 - \$1,450,399 **FY2025** - **\$1,450,399**

Status: Original

Total RHP Awards \$7,026,148

Total RHP Allocations \$4,462,699

STANDARD FORM 424 AND 424D

New Mexico Mortgage Finance Authority (Housing New Mexico | MFA)("Housing New Mexico") submits this Action Plan to HUD along with completed and executed Federal Forms SF-424 and SF- 424D and RHP Certifications.

\$0.00

PROGRAM SUMMARY

The Federal Register Notice No. FR-6225-N-01 and updated Program Notice FR-6265-N-01 as authorized under Section 8071 of the SUPPORT for Patients and Communities Act, entitled Pilot Program to Help Individuals in Recovery from a Substance Use Disorder (SUD) become stably housed, herein referred to as the authorizes assistance to grantees (states) to provide stable, temporary housing to individuals in recovery from a substance use disorder.

The Department of Finance and Administration – Local Government Division (DFA-LGD) is providing authorization to Housing New Mexico | New Mexico Mortgage Finance Authority (MFA) to serve as administrator of New Mexico's RHP to include development of the RHP action plan and implementation of activities described in the plan. Housing New Mexico, as subgrantee of the State of New Mexico's RHP

allocations, will guide the use of approximately \$940,000 of FY2020, \$902,621 of FY2021, \$1,013,918 of FY2022, \$1,268,811 of FY2023, \$1,450,399 of FY2024, and \$1,450,399 of FY2025 RHP funding received by the State through the U.S. Department of Housing and Urban Development's Community Development Block Grant (CDBG) Program for the period July 1, 2021, through September 1, 2032. To date Housing New Mexico has allocated a total of \$4,462,699 in RHP awards.

According to a New Mexico Substance Use Disorder Treatment Gap Analysis presented by the New Mexico Department of Health (NMDOH), substance use is a significant public health issue in New Mexico. New Mexico recognizes that treatment is necessary, but accessibility is insufficient for long-term recovery of low- and moderate-income and homeless individuals recovering from SUD, mental health conditions, and criminal justice involvement. Housing stability is fundamental to recovery and a critical factor contributing to positive outcomes. Participants who know they will exit to stable housing are more likely to successfully complete treatment. We know that many who exit treatment will return to homelessness without long-term, affordable housing and comprehensive, evidence-based wrap-around case management services. It is reported that of those exiting treatment for a substance use disorder or mental health condition, only 50% of those in need of housing receive housing assistance according to the gap analysis. Data also shows that without stable housing, the risk of relapse and inability to maintain abstinence is greatly increased.

Housing New Mexico continues to perform outreach with New Mexico recovery housing providers to solicit applications for new funding allocations. Housing New Mexico is also working with Behavioral Health Services Division and a collaborative group to offer RHP funding to support projects throughout the state.

RESOURCES

As stated above, Housing New Mexico, through previous activities, has awarded a total of \$4,462,699 in RHP funding to qualified service providers. The RHP action plan is now amended to add additional funding. On August 1st, 2025, Housing New Mexico was approved by HUD to recapture \$600,000 in previously allocated and awarded RHP funds that were originally granted to New Mexico in FY2021 and FY2022 (\$300,000 from each year). This funding, along with the addition of the FY2025 award, creates a new total of available funds in the amount of \$2,812,141.

Upon approval of this amended 2025 Action Plan, Housing New Mexico will comply with the Citizen's Participation Plan (CPD) notifications for the amended RHP Action Plan and Notice of Funding Availability (NOFA). The Action Plan and NOFA will be presented to Housing New Mexico's board for approval on September 17th, 2025. The approved RHP Action Plan will be submitted to HUD through the DRGR system. Once approved by HUD, Housing New Mexico's website will be updated and emails sent out regarding the remaining available RHP funds.

*Administrative costs up to five (5) percent of New Mexico's RHP grant may be used by Housing New Mexico as subgrantee.

Housing New Mexico encourages awardees of RHP funds to leverage as many federal, state, and local

resources as possible in order to maximize the RHP investment.

OTHER FEDERAL RESOURCES Additional federal resources include:

- HUD's Veterans Housing Rehabilitation program
- United States Department of Agriculture (USDA) programs
- Federal Housing Administration (FHA) loan programs
- Low Income Housing Tax Credits (LIHTC)
- HOME Investment Partnership program
- Community Development Block Grant (CDBG)
- Continuum of Care (COC) program
- Housing Opportunities for Persons with Aids (HOPWA)
- HUD Housing Trust Fund
- Emergency Solutions Grant (ESG) program

STATE RESOURCES

Other nonfederal resources may be available through Housing New Mexico to include:

- Resources from State legislative allocations
- New Mexico Housing Trust Fund
- New Mexico Affordable Housing Tax Credit

Many partners also leverage other state resources, such as funding from the New Mexico Human Services Department and the New Mexico Children, Youth & Families Department. Further, local governments may provide resources, and private support may be available from organizations such as the United Way or from developer contributions (land, deferred developer fee, loans) and private donations.

ADMINISTRATION SUMMARY

NM DFA-LGD will oversee Housing New Mexico's administration of the entire New Mexico RHP allocations. As such, DFA- LGD will provide grant management, monitoring, and ensure environmental review compliance. It will also ensure compliance with residential anti-displacement and relocation assistance plans, following their adoption, and the acquisition and relocation requirements of the Uniform Relocation Act. Oversight will be performed according to the state's CDBG Implementation Manual adjusted for waivers and alternative requirements for the Pilot Recovery Housing Program.

Point of Contact: Carmen B. Morin, Bureau Chief Community Development Bureau 407 Galisteo, Santa Fe NM 87501

Cell: (505) 470-8979

Email: carminB.morin@dfa.nm.gov

Housing New Mexico will be responsible for administering RHP activities in compliance with RHP requirements under the oversight of the DFA.

Alec Robertson will serve as the program manager for the Recovery Housing Program to ensure coordinated effort and non-duplication of services.

Point of Contact: Alec Robertson, Recovery Housing Program (RHP) Program Manager

Community Development Department

Housing New Mexico | New Mexico Mortgage Finance Authority (MFA)

7425 Jefferson St NE Albuquerque, NM 87109

Office: (505) 308-4255

Email: arobertson@housingnm.org

USE OF FUNDS

ELIGIBLE ACTIVITIES

According to FR-6225-N-01 Section H. Overview of Grant Process and RHP Action Plan Requirements, eligible activities include the following:

PUBLIC FACILITIES AND IMPROVEMENTS

RHP funds may be used for activities under 24 CFR 570.201(c) or section 105(a)(2) of the HCD Act (42 USC 5305(a)(2)) only for the purpose of providing stable, temporary housing for persons in recovery from a substance use disorder in accordance with Section 8071 and this notice.

ACQUISITION OF REAL PROPERTY

RHP funds may be used for acquisition under 24 CFR 570.201(a) or section 105(a)(1) of the HCD Act (42 USC 5305(a)(1)) for the purpose of providing stable, temporary housing to persons in recovery from a substance use disorder in accordance with Section 8071 and this notice. For example, a nonprofit organization could purchase a residential property for this purpose.

LEASE, RENT, AND UTILITIES

HUD is waiving and modifying 42 U.S.C. 5305(a)(8), 24 CFR 570.207(b)(4), 24 CFR 570.201(e), and 24 CFR 570.482(c)(2) to the extent necessary to permit RHP funds to be used to make payments for lease, rent, utilities, and associated costs (e.g. fees), for the purpose of providing stable, temporary housing, on behalf of an individual in recovery from a substance use disorder in accordance with Section 8071 and this notice. Under this waiver and alternative requirement, such payments are not limited to 15 percent of the RHP grant, and an individual may be assisted for up to 2 years or until the assisted individual finds permanent housing, whichever is earlier. These payments may not be made directly to an individual. These payments may not have been previously paid from other sources; and the payments must result in either a new service and/or a quantifiable increase in the level of an existing service above that which has been provided in the twelve calendar months prior to approval of the RHP Action Plan. For example, a subrecipient currently operating a recovery group home may use RHP funds to rent an additional house and increase the number of persons served. In which case, the rent and utility costs of the additional house may be paid with RHP funds; however, the rent and utilities of the original house would not be an

eligible cost under the RHP program. In this example, an individual may only stay in the temporary housing assisted by RHP for a period of up to 2 years or until the individual finds permanent housing, whichever is earlier.

REHABILITATION AND RECONSTRUCTION OF SINGLE-UNIT RESIDENTIAL

RHP funds may be used for rehabilitation or reconstruction of publicly- or privately-owned single-unit residential buildings and improvements eligible under 24 CFR 570.202(a)(1) or section 105(a)(4) of the HCD Act (42 USC 5305(a)(4)) for the purpose of providing stable, temporary housing for individuals in recovery from a substance use disorder in accordance with Section 8071 and this notice.

REHABILITATION AND RECONSTRUCTION OF MULTI-UNIT RESIDENTIAL

RHP funds may be used for rehabilitation or reconstruction of publicly- or privately-owned buildings and improvements with two or more permanent residential units that otherwise comply with 24 CFR 570.202(a) and section 105(a)(4) of the HCD Act (42 USC 5305(a)(4)) for the purpose of providing stable, temporary housing for individuals in recovery from a substance use disorder in accordance with Section 8071 and this notice.

REHABILITATION AND RECONSTRUCTION OF PUBLIC HOUSING

RHP funds may be used for rehabilitation or reconstruction of buildings and improvements owned and operated by a public housing authority to the extent eligible under 24 CFR 570.202(a)(2) and section 105(a)(4) of the HCD Act (42 USC 5305(a)(4)), for the purpose of providing stable, temporary housing for individuals in recovery from a substance use disorder in accordance with Section 8071 and this notice.

DISPOSITION OF REAL PROPERTY

RHP funds may be used for disposition through sale, lease, donation or otherwise, of real property acquired with RHP funds subject to 24 CFR 570.201(b) and section 105(a)(7) of the HCD Act (42 USC 5305(a)(7)), for the purpose of providing stable, temporary housing for individuals in recovery from a substance use disorder in accordance with Section 8071 and this notice. Eligible costs may include costs incidental to disposing of the property, such as preparation of legal documents, fees paid for surveys, transfer taxes, and other costs involved in the transfer of ownership of the RHP-assisted property.

CLEARANCE AND DEMOLITION

RHP funds may be used for clearance, demolition, and removal of buildings and improvements, including movement of structures to other sites to the extent eligible under 24 CFR 570.201(d) or section 105(a)(4) of the HCD Act (42 USC 5305(a)(4)) for the purpose of providing stable, temporary housing for individuals in recovery from a substance use disorder in accordance with Section 8071 and this notice. This is limited to projects where RHP funds are used only for clearance and demolition.

RELOCATION

RHP funds may be used for relocation payments and other assistance for permanently or temporarily displaced individuals and families in connection with activities using RHP funds, to the extent eligible under 24 CFR 570.201(i) and section 105(a)(11) of the HCD Act (42 USC 5305(a)(11)).

EXPANSION OF EXISTING ELIGIBLE ACTIVITIES TO INCLUDE NEW CONSTRUCTION

RHP funds can be used for new construction of housing, to the extent the newly constructed housing shall be used for the purpose of providing stable, temporary housing for individuals in recovery from a substance use disorder in accordance with Section 8071 and this notice. HUD is waiving 42 USC 5305(a) and 24 CFR 570.207(b)(3) and adopting alternative requirements to the extent necessary to permit new construction of housing, subject to the same requirements that apply to rehabilitation activities under the provisions at section 105(a)(4) of the HCD Act (42 USC 5305(a)(4)) and 24 CFR 570.202(b).

METHOD OF DISTRIBUTION

Housing New Mexico will solicit qualitative and quantitative information from applicants who demonstrate a need for the project being proposed for RHP funding. Housing New Mexico will consider both the projected demand for the proposed temporary recovery housing units and the financial need for assistance.

Housing New Mexico will distribute one hundred percent (100%) of the remaining Recovery Housing Program funds for the purpose of use on eligible activities less eligible administrative costs, to eligible awardees through the open Notice of Funds Available (NOFA).

Applications that meet the Minimum Qualifications and Requirements eligibility criteria will be evaluated by an internal review committee of Housing New Mexico staff using the scoring criteria as described in the Recovery Housing Program NOFA. The review committee will present award recommendations to Housing New Mexico management and Housing New Mexico's Board as required under Housing New Mexico's Delegations of Authority. Final selection will be approved by Housing New Mexico's Board of Directors at the regularly scheduled monthly meeting.

Housing New Mexico does not guarantee and is not obligated to make an award. Awards will be based on availability of funds, Offeror's demonstrated need, Offeror's score on the scoring criteria and for any of the other reasons set forth herein.

ACTIVITIES CARRIED OUT DIRECTLY

The Department of Finance and Administration – Local Government Division (DFA-LGD) is providing authorization to the New Mexico Mortgage Finance Authority (Housing New Mexico | MFA)("Housing New Mexico") to administer 100% of New Mexico's RHP allocation for FY2020, FY2021, FY2022, FY2023, FY2024, and FY2025.

Agencies awarded RHP funds will be required to place a Land Use Restriction Agreement (LURA) on each project and/or property purchased with RHP funds for a minimum of 30 years. Housing New Mexico may require an additional term after the compliance period based on the amount of the award.

ELIGIBLE SERVICE PROVIDERS

Housing New Mexico will make awards of RHP funding to local governments, public and private non-profit organizations, and Indian tribes that demonstrate the ability to offer recovery housing services. Public and private nonprofit organizations can be located in all geographic areas within the State of New Mexico, including CDBG entitlement areas. Public and private nonprofit organizations must be exempt from taxation under subtitle C of section 501(c), have an accounting system, a voluntary board, be actively engaged in recovery housing efforts in New Mexico or previously engaged in recovery housing efforts in New Mexico, and practice nondiscrimination in the provision of assistance. Assistance may be provided to primarily religious organizations that agree to provide all eligible activities in a manner that is free from religious influence.

CRITERIA FOR EVALUATION

Awards will be made for eligible activities through the NOFA that has remained open since its release in May 2024. Offerors must meet the Minimum Qualifications and Requirements eligibility criteria established by Housing New Mexico's Procurement policy outlined in the RHP NOFA in order to be eligible to apply.

Through RHP outreach and partner coordination, the demand for Recovery Housing funding is more than sufficient to expend the balance of the NM RHP allocation.

Scoring criteria and eligible points are established in the NOFA to ensure priority is given to Offerors who are able to demonstrate the greatest need and ability to deliver funds.

PROJECT NEED

PROJECT RESPONSE TO DOCUMENTED NEED

Applicants must be able to provide documentation confirming their understanding of the health and social needs of persons with substance use disorders (SUD) and that they are aware of nationally recognized models and interventions that address those needs including, but not limited to, the data or statistics to demonstrate knowledge of population profile (demographics, social and health needs) including program, organizational, city/county, treatment/health system, criminal justice, housing, poverty, overdose, SUD prevalence and homelessness; program activities including processes, tools, events, technology, and actions that are an intentional part of the program implementation and demonstrate the project success to meet the intended program goals or results. Project documentation confirms the project will fulfill a verifiable need in the community with measurable results from projected outcomes including number of individuals served.

PROJECT RESPONSE MUST BE NEAR SERVICE HUB AND UNDERSERVED BY RECOVERY RESIDENCES

Applicants should be responsive to the needs of the populations served and show adequate proximity to services. Applicants must provide a map to confirm project location and service hub proximity, other

recovery residences within 50 miles, and access to transportation, health care services and community-based services available within 10 miles.

PROJECT PROVIDES SAFE, HEALTHY, AND SOBER LIVING ENVIRONMENT

Applicants must provide documentation to confirm house rules and house meeting requirements including current policies and procedures for recovery housing residents. Policies and procedures must outline any drug screening and/or background requirements. Applicants must provide staff job description, staff ratios, staff roles and staff availability, and include current policies and procedures for recovery housing staff. Policies and procedures must outline staff protocol for resident interaction and any drug screening and/or background requirements.

PROGRAM DESIGN PROVIDES HOLISTIC, WRAP AROUND SERVICES

Applicants must provide listing of services to be provided by staff or that may be accessible through other programs or partnerships to the recovery housing residents.

PROJECT LEVERAGE OF OTHER RESOURCES

Applicants must provide documentation confirming existing program resources or other awards received to leverage the project.

PROJECT IMPACT

LOW-MODERATE INCOME INDIVIDUALS TO BENEFIT

Recovery Housing Projects must serve populations at or below the low to moderate income limit. Applicants must provide policies and procedures to ensure LMI compliance and provide references or information to confirm experience calculating household income and compliance with Area Median Income (AMI) Requirements.

READINESS TO PROCEED AND OBLIGATE AND EXPEND 30% OF FUNDS WITHIN 12 MONTHS

Applicants must be prepared to proceed with the project promptly after being awarded. Applicants must provide project timeline demonstrating that 30% of the entire award will be expended within 12 months of the date of the signed agreement.

COMMUNITY SUPPORT FOR RECOVERY HOUSING

To promote community support applicants should do community outreach and provide letters of support from key stakeholders, evidence of community outreach letters/communications, evidence of community/stakeholder meetings and/or partnerships with community groups addressing this population.

COORDINATION WITH STATE, LOCAL, OR REGIONAL SERVICE PROVIDERS

To promote programmatic success applicants can provide evidence of existing contracts and/or Memorandum of Understanding (MOU) with local and regional entities.

DEMONSTRATED DATA COLLECTION FOR OUTCOMES

Applicants should be able to provide data to support the projected outcomes of the project.

PROJECT EFFICIENCY AND FEASIBILITY

PROJECT LONG TERM VIABILITY

Applicants must provide performance or evidence that the project costs will be substantially fulfilled by all sources of project funding to projects' needs for long term viability. Documentation should include forecasts of costs and expenses incurred for the life of the project through the affordability period.

PROJECT INCLUDES TRAINED RECOVERY HOUSING STAFF

To ensure adequate staffing to meet the unique demands of a Recovery Housing Project, applicants must provide resumes of management and recovery housing staff.

DEMONSTRATED CAPACITY AND EXPERIENCE TO CARRY OUT THE PROJECT

To demonstrate capacity, applicants must provide evidence of years in experience in recovery housing and evidence of established partnerships.

PROJECT COST EFFECTIVENESS AND REASONABILITY

Applicants must provide appraisals and proposed costs to demonstrate cost effectiveness and reasonability.

DEFINITIONS

INDIVIDUAL IN RECOVERY

A person that is in the process of change to improve their health and wellness, live a self-directed life, and strive to reach their full potential.

SUBSTANCE USE DISORDER

As defined by Substance Abuse and Mental Health Services Administration (SAMHSA) - the recurrent use of alcohol and/or drugs causing clinically significant impairment, including health problems, disability, and failure to meet major responsibilities at work, school, or home.

RECOVERY RESIDENCE

A recovery residence may be a single-family home or apartment that provides a safe, healthy, and substance- free living environment for persons recovering from a substance use disorder. Recovery residences generally provide peer support and connection to services that promote long-term recovery.

ANTICIPATED OUTCOMES AND EXPENDITURE PLAN

ANTICIPATED OUTCOMES

Qualified applicants will increase the number of individuals served if awarded RHP funds. Based on the history, fifty to sixty percent of individuals will be successfully transitioned to permanent housing during the contract term.

EXPENDITURE PLAN

Housing New Mexico will comply with all RHP guidelines and expend at least 30% of the funds within year one as required. The need for appropriate recovery housing to fill gaps in New Mexico is substantial and, based on the state's capacity and availability of agencies to provide recovery housing services, we do not anticipate any type of barrier to expending funds expediently and effectively.

Administrative costs will not exceed the five percent (5%) of New Mexico's RHP allocation. Housing New Mexico does not anticipate receiving program income from RHP eligible activities.

CITIZEN PARTICIPATION SUMMARY

The RHP Action Plan is subject to Housing New Mexico's process for substantial amendments in the citizen participation plan (CPP) excerpted below.

There must be reasonable notice of a proposed substantial amendment so that residents of the affected areas of the state will have an opportunity to review it and comment on it. Notice will be made according to the procedures described herein with the addition of the following procedures specifically for substantial amendments:

- - (http://nmdfa.state.nm.us/Local_Government.aspx) at least seven (7) days in advance of the hearing.
- Include a section in the final substantial amendment that presents all comments, plus explanations why any comments were not accepted.

Housing New Mexico will schedule the publication of the 2025 Recovery Housing Program Amended Action Plan upon Housing New Mexico Board approval in September 2025. There will be a 30-day public comment period, with a public hearing scheduled 15 days from publication date.

The notice will be published in both English and Spanish in the following newspapers: Albuquerque Journal, Santa Fe New Mexican, Eastern New Mexico News, Farmington Daily Times, Las Cruces Sun News,

and Roswell Daily Record.

Housing New Mexico will address any public comments if received.

PARTNER COORDINATION

Housing New Mexico met with community stakeholders and developed contacts through existing partnerships to create a list of prospects. Housing New Mexico has continued to work with potential applicants and will provide notification via email blasts to all prospects, followed by phone and hosted meetings with all respondents. Housing New Mexico has an extensive history of collaborating with diverse community stakeholders to ensure we meet organizational objectives and participant needs.

Collaboration meetings and contacts were made with:

- New Mexico Supportive Housing and Learning Collaboration
- Rio Arriba Board of County Commissioners
- Hopeworks
- A Peaceful Habitation
- The Fletcher Group
- Endorphin Power Company

Outreach was sent via email blasts and phone calls to:

- Albuquerque Healthcare for the Homeless, Inc.
- Alianza of New Mexico
- All Faiths Receiving Home
- Catholic Charities
- Child Haven
- City of Espanola
- Community Against Violence, Inc.
- Crisis Center of Northern New Mexico
- Crossroads for Women
- DreamTree Project
- Eight Northern Indian Pueblos Council
- El Centro Family Health
- Families and Youth Inc.
- El Refugio, Inc.
- Espanola Pathways Shelter
- Good Shephard Center
- Heading Home
- Heart of Taos Heart House
- HELP New Mexico, Inc.
- La Casa, Inc.

- New Day Youth and Family Services
- New Mexico AIDS Services
- New Mexico Coalition to End Homelessness
- New Mexico Veterans Integration Center
- · Option, Inc.
- People Assisting the Homeless (PATH)
- Pueblo of Santa Clara
- Rio Arriba County
- S.A.F.E House
- San Juan Catholic Charities
- Santa Clara Pueblo Behavioral Health
- Santa Clara Pueblo Housing Authority
- Santa Fe Recovery Center
- Saranam, LLC
- Silver City Gospel Mission
- St. Elizabeth Shelter
- Steel Bridge Ministries
- Susan's Legacy
- The Life Link
- Therapeutic Living Services, Inc.
- Town of Taos
- Valencia Shelter Services
- Women's Housing Coalition
- Youth Development, Inc.
- Youth Shelters and Family Services

SERVICE PROVIDER MANAGEMENT AND MONITORING

Housing New Mexico as subgrantee and administrator of New Mexico's RHP will monitor each agency awarded RHP funds to ensure compliance with RHP requirements and guidelines.

DFA-LGD as grantee will provide oversight of Housing New Mexico according to the state's CDBG implementation guide adjusted for waivers and alternative requirements for the Pilot Recovery Housing Program as described in FR-6225-N-01 and FR 6265-N-01.

PRE-AWARD/PRE-AGREEMENT COSTS

Upon acceptance of the amended RHP Action Plan by HUD, Housing New Mexico will collect administrative costs allowable under the RHP guidelines, up to five percent of the RHP allocation for FY2023, FY2024, and FY2025.

CERTIFICATIONS

Housing New Mexico certifies the following:

- I. The grantee certifies that it has in effect and is following a residential anti-displacement and relocation assistance plan in connection with any activity assisted with funding under the RHP program. The grantee certifies that it will comply with the residential anti-displacement and relocation assistance plan, relocation assistance, and one-for-one replacement housing requirements of section 104(d) of the Housing and Community Development Act of 1974, as amended (42 USC § 5304(d)) and implementing regulations at 24 CFR part 42, as applicable, except where waivers or alternative requirements are provided.
- II. The grantee certifies its compliance with restrictions on lobbying required by 24 CFR part 87, together with disclosure forms, if required by part 87.
- III. The grantee certifies that the RHP Action Plan is authorized under state and local law (as applicable) and that the grantee, and any entity or entities designated by the grantee, and any contractor, subrecipient, or designated public agency carrying out an activity with RHP funds, possess(es) the legal authority to carry out the program for which it is seeking funding, in accordance with applicable HUD regulations and the grant requirements. The grantee certifies that activities to be undertaken with RHP funds are consistent with its RHP Action Plan.
- IV. The grantee certifies that it will comply with the acquisition and relocation requirements of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended (42 U.S.C. 4601 et seq.), and implementing regulations at 49 CFR part 24, except where waivers or alternative requirements are provided.
- V. The grantee certifies that it will comply with section 3 of the Housing and Urban Development Act of 1968 (12 U.S.C. 1701u) and implementing regulations at 24 CFR part 135.
- VI. The grantee certifies that it is following a citizen participation plan adopted pursuant to 24 CFR 91.115 or 91.105 (as imposed in notices for its RHP grant). Also, each unit of general local government receiving RHP assistance from a state must comply with the citizen participation requirements of 24 CFR 570.486(a)(1) through (a)(7) for proposed and actual uses of RHP funding (except as provided in Federal Register notices providing waivers and alternative requirements for the use of RHP funds).
- VII. The grantee certifies that it is complying with each of the following criteria: (1) funds will be used solely for allowable activities to provide individuals in recovery from a substance use disorder stable, temporary housing for a period of not more than 2 years or until the individual secures permanent housing, whichever is earlier; (2) with respect to activities expected to be assisted with RHP funds, the RHP Action Plan has been developed so as to give the maximum feasible priority to activities that will benefit low- and moderate-income individuals and families; (3) the aggregate use of RHP funds shall principally benefit low- and moderate-income families in a manner that ensures the grant amount is expended for activities that benefit such persons; and (4) the grantee will not attempt to recover any capital costs of public improvements assisted with RHP grant funds, by assessing any amount against properties owned and occupied by persons of low- and

- VIII. moderate-income, including any fee charged or assessment made as a condition of obtaining access to such public improvements, unless: (a) RHP grant funds are used to pay the proportion of such fee or assessment that relates to the capital costs of such public improvements that are financed from revenue sources other than RHP; or (b) for purposes of assessing any amount against properties owned and occupied by persons of moderate income, the grantee certifies to the Secretary that it lacks sufficient RHP funds (in any form, including program income) to comply with the requirements of clause (a).
- IX. The grantee certifies that the grant will be conducted and administered in conformity with Title VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d), the Fair Housing Act (42 U.S.C. 3601-3619), and implementing regulations, and that it will affirmatively further fair housing.
- X. The grantee certifies that it has adopted and is enforcing the following policies, and, in addition, must certify that it will require local governments that receive grant funds to certify that they have adopted and are enforcing: (1) a policy prohibiting the use of excessive force by law enforcement agencies within its jurisdiction against any individuals engaged in nonviolent civil rights demonstrations; and (2) a policy of enforcing applicable state and local laws against physically barring entrance to or exit from a facility or location that is the subject of such nonviolent civil rights demonstrations within its jurisdiction.
- XI. The grantee certifies that the grant will be conducted and administered in conformity with the requirements of the Religious Freedom Restoration Act (42 U.S.C. 2000bb) and 24 CFR 5.109, allowing the full and fair participation of faith-based entities.
- XII. The grantee certifies that it (and any subrecipient or administering entity) currently has or will develop and maintain the capacity to carry out RHP eligible activities in a timely manner and that the grantee has reviewed the requirements of the grant.
- XIII. The grantee certifies that its activities concerning lead-based paint will comply with the requirements of HUD's lead-based paint rules (Lead Disclosure; and Lead Safe Housing (24 CFR part 35)), and EPA's lead-based paint rules (e.g., Repair, Renovation and Painting; Pre-Renovation Education; and Lead Training and Certification (40 CFR part 745)).
- XIV. The grantee certifies that it will comply with environmental review procedures and requirements at 24 CFR part 58.
- XV. The grantee certifies that it will comply with all applicable laws.

ACTION PLAN UPDATES

A public comment period will be provided from September 29th, 2025 through October 29th, 2025. A public hearing will be held on October 14th, 2025.

A public notice will be issued, announcing the review, public comment period and public hearing, in the following publications, in both English and Spanish, as required under the CITIZEN PARTICIPATION SUMMARY of the Action Plan:

Albuquerque Journal, The Durango Herald, Las Cruces Sun News, Las Vegas Optic, Eastern New Mexico News and Santa Fe New Mexican.

*All affidavits were obtained and are submitted in DRGR with this Action Plan.

NOTICE OF PUBLIC HEARING AND 30-DAY PUBLIC COMMENT PERIOD FOR THE NEW MEXICO PILOT RECOVERY HOUSING PROGRAM ACTION PLAN AMENDMENT September 29th, 2025

New Mexico Mortgage Finance Authority (Housing New Mexico | MFA)("Housing New Mexico") and the Department of Finance and Administration, Local Government Division (DFA) are seeking public comment on the amended Recovery Housing Program (RHP) Action Plan. A thirty-day public comment period will begin on September 29th, 2025, and end on October 29th, 2025, and a public hearing on the action plan will be held on October 14th, 2025 at 2:00 P.M. The Recovery Housing Program authorizes assistance to grantees (states) to provide stable, temporary housing to individuals in recovery from a substance use disorder. The amended RHP Action Plan will be available on September 29th, 2025, on Housing New Mexico's website at https://housingnm.org/programs/recovery-housingprogram and at DFA's website at http://www.nmdfa.state.nm.us/Local Government.aspx. If you are unable to download the RHP Action Plan, please contact Housing New Mexico to request a copy at 505-843-6880. Additionally, the documents can be provided in alternative formats (i.e., Braille/large print, audio tape) for people with disabilities and may also be translated into Spanish for Limited English Proficient (LEP) Spanish-speaking persons, upon request. Citizens, interested agencies, and for-profit and nonprofit organizations may attend a public hearing in person or via webcast at https://housingnm.org/meetings-notices-webcasts/meetings-events-notices to provide comments on the amended RHP Action Plan on October 14th, 2025, at 2:00 p.m. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service, please contact Alec Robertson by phone at 505-308-4255, or e-mail at arobertson@housingnm.org; TTY: 1-800-659-8331 for English and 1-800-327-1857 for Spanish; or mail: Housing New Mexico | New Mexico Mortgage Finance Authority (MFA), 7425 Jefferson St. NE, Albuquerque, NM 87109. Accommodations can be made within 48 hours' notice for non-English speaking participants and individuals with disabilities by calling 505-843-6880. All facilities are wheelchair accessible. Citizens, interested agencies, and for-profit and nonprofit organizations may provide comments at any time during the thirty-day public comment period, which will begin on September 29th, 2025, and end at 11:59 p.m. MDT, October 29th, 2025. Written comments and/or questions may be directed to Alec Robertson by phone: 505-308-4255; e-mail: arobertson@housingnm.org; or mail: Housing New Mexico | New Mexico Mortgage Finance Authority (MFA), 7425 Jefferson St. NE, Albuquerque, NM 87109. After receipt of public comments, Housing New Mexico staff will prepare a summary of all comments received in writing and, in cases where any citizens' views are not accepted, provide reasons for the decision. This documentation will be attached to the RHP Action Plan.

The current RHP funding available is \$2,812,141, which represents remaining, unawarded and reallocated funds from FY2020 through FY2024, as well as the FY2025 award. According to FR-6225-N-01, eligible activities for RHP awards include public facilities improvements, acquisition of real property, lease, rent, and utilities, rehabilitation, and reconstruction of single and multi-unit residential, rehabilitation and construction of public housing, disposition of real property, clearance and demolition, relocation, and expansion of existing activities to include new construction. The final RHP Action Plan approved by HUD will be available on Housing New Mexico's website at http://www.housingnm.org/resources/RHP-action-plan and at DFA's website http://www.nmdfa.state.nm.us/Local Government.aspx.

AVISO DE AUDIENCIA PÚBLICA Y PERÍODO DE COMENTARIOS PÚBLICOS DE 30 DÍAS PARA LA ENMIENDA AL PLAN DE ACCIÓN DEL PROGRAMA PILOTO DE RECUPERACIÓN DE VIVIENDA EN NUEVO MÉXICO

3 de marzo de 2025

Housing New Mexico, mejor conocido como New Mexico Mortgage Finance Authority (MFA) y el Departamento de Finanzas y Administración, División de Gobierno Local (DFA) están solicitando comentarios públicos sobre La Enmienda enmendada al Plan de Acción del Programa de Vivienda de Recuperación (RHP). A partir del 3 de marzo de 2025, comenzará un período de comentarios públicos de treinta días y se finalizará el 2 de abril de 2025. Adicionalmente, se llevará a cabo una audiencia pública sobre el plan de acción el 18 de abril de 2025. El Programa de Vivienda de Recuperación autoriza asistencia a los beneficiarios (estados) para proporcionar vivienda estable y temporal a personas en recuperación de un trastorno por uso de sustancias. El Plan de Acción RHP modificado estará disponible de 2025 el 3 de marzo en el sitio web de Housing New Mexico en: https://housingnm.org/programs/recovery-housing-program en el sitio web DFA ٧ http://www.nmdfa.state.nm.us/Local Government.aspx. Si no puede descargar el Plan de acción de RHP, comuníquese con Housing New Mexico para solicitar una copia (505-843-6880 o sin cargo al 1-800-444-6880). Además, los documentos se pueden proporcionar en formatos alternativos (es decir, Braille/letra grande, cinta de audio) para personas con discapacidades y también se puede pedir una traducción al español para personas con dominio limitado del inglés (LEP) y que solamente hablan español. Los ciudadanos, las agencias interesadas y las organizaciones con y sin fines de lucro pueden atender una audiencia pública en persona o por reunión de web en http://www.housingnm.org/resources/RHP-action-plan para proporcionar comentarios sobre el Plan de Acción RHP modificado el 18 de marzo de 2025, a las 2 p.m. Si usted es una persona con una discapacidad que necesita un lector, un amplificador, un intérprete de lenguaje de señas calificado o cualquier otra forma de ayuda o servicio auxiliar, comuníquese con Jackie Homet por teléfono: 505-843-6880 o al número gratuito 1-800-444-6880; correo electrónico: jhomet@housingnm.org; TTY: 1-800-659-8331 para inglés y 1-800-327-1857 para español; o por correo: Housing New Mexico | New Mexico Mortgage Finance Authority (MFA), 7425 Jefferson St. NE, Albuquerque, NM 87109. Llamando al 505-843-6880, se pueden realizar adaptaciones con un aviso de 48 horas para participantes que no hablan inglés y personas con discapacidades. Todas las instalaciones son accesibles para sillas de ruedas. Los ciudadanos, agencias interesadas y organizaciones con y sin fines de lucro pueden enviar comentarios en cualquier momento durante el período de comentarios públicos de treinta días, que comenzará el 27 de marzo de 2025 y terminará a las 11:59 p.m. MDT, 26 de abril de 2025. Los comentarios y/o preguntas por escrito pueden dirigirse a Jackie Homet por teléfono: 505-843-6880 o al número gratuito 1-800-444-6880; correo electrónico: jhomet@housingnm.org; o por correo: Housing New Mexico | New Mexico Mortgage Finance Authority (MFA), 7425 Jefferson St. NE, Albuquerque, NM 87109. Después de recibir los comentarios públicos, el personal de Housing New Mexico preparará un resumen de todos los comentarios recibidos por escrito y, en los casos en que no se acepten las opiniones de los ciudadanos, proporcionará los motivos de la decisión. Esta documentación se adjuntará al Plan de Acción del RHP.

La financiación disponible de RHP es \$834,262.55, que representa los fondos restantes no adjudicados del año fiscal 2023 y 2024. Según FR-6225-N-01, las actividades elegibles para los premios RHP incluyen instalaciones públicas mejoradas, adquisición de propiedad real, arrendamiento, alquiler y servicios públicos, rehabilitación y reconstrucción de hogares residenciales con unidades individuales y múltiples, rehabilitación y construcción de viviendas públicas, disposición de propiedad real, limpieza y demolición, reubicación y expansión de actividades existentes para incluir nuevas construcciones. El Plan de Acción RHP final aprobado por HUD estará disponible en el sitio web de Housing New Mexico en Recovery Housing Program | Housing New Mexico | MFA y en el sitio web de DFA http://www.nmdfa.state.nm.us/Local Government.aspx.

Recovery Housing Program (RHP) Performance Report

State of New Mexico/Housing New Mexico - MFA

Reporting Period: October 30, 2024

Program Overview

The Recovery Housing Program (RHP), administered by Housing New Mexico (HNM), is a pilot initiative that began in 2020. The program's goal is to provide temporary supportive housing for low-to middle-income individuals impacted by substance use disorders (SUD). State of New Mexico entered into a contract with HNM to oversee the development, implementation, distribution, and reporting of RHP activities and funds. As of the reporting period, HNM has approved and awarded four (4) Recovery Housing projects.

Action Plan and Fund Allocation Overview

FY2020/FY2021 Action Plan:

The FY2020/FY2021 Action Plan was approved and focused on the "Acquisition" of properties for use in temporary supportive housing for individuals impacted by substance use disorders (SUD). HNM worked with the State's Supportive Housing Learning Collaborative, but there were challenges in aligning the action plan and associated timelines with HNM's HUD-approved RHP Action Plan. These discrepancies affected the ability to meet RHP expenditure deadlines.

Method of Distribution:

The FY2020/FY2021 funding was distributed through a competitive Request for Proposals (RFP) process. The total funds allocated for RHP projects are outlined below:

RHP Grant	Allocation	Admin Fee	RHP Funds Available
B-20-RH-35-0001	\$940,000.00	\$47,000.00	\$893,000.00
B-21-RH-35-0001	\$902,621.00	\$45,131.05	\$857,489.95
B-22-RH-35-0001	\$1,013,918.00	\$50,695.90	\$963,222.10
B-23-RH-35-0001	\$1,268,811.00	\$63,440.55	\$1,205,370.45

Funded Projects

February 16, 2022 – Crossroads for Women (CRFW)

- Award: \$600,000.00
- Project Description: CRFW, with 25 years of experience, provides housing and support services to women who are justice-involved and have co-occurring mental health and substance use disorders. The approved project involves the rehabilitation of a 16-unit multifamily housing property in Albuquerque to serve as part of CRFW's transitional recovery housing program.

Continued RFP Activities:

Housing New Mexico released two additional RFP rounds but received no submissions.

July 20, 2022

State of New Mexico received FY2022 funds and continued with the contract with HNM for administration of RHP funds. HNM updated the FY2022 Action Plan to include:

- Remaining FY2020/FY2021 Funds
- Add FY2022 Allocation
- Update Action Plan to include all activities allowed under the RHP; and
- Changed the method of distribution to an "open" Notice of Funding Availability (NOFA)

Housing New Mexico received 3 applications, 2 met the qualifications and scoring criteria and were awarded.

May 17, 2023 - New Awards

- Hozho Center for Personal Enhancement: \$969,499.00
 - The project will create National Alliance for Recovery Residences (NARR) Level 2 recovery housing in Gallup, New Mexico, addressing the gap between a 30-day detox program and long-term housing.
- Crossroads for Women (CRFW): \$1,144,213.00
 - The project supports the rehabilitation of a 30,000 sq. ft. facility previously purchased by CRFW, to serve individuals impacted by substance use disorder, with housing and services.

With the aforementioned awards, all RHP funds through FY2022 were allocated.

FY2023 Fund Distribution

March 20, 2024

The State of New Mexico received FY2023 funds and continued its partnership with HNM for the administration of RHP funds. HNM prepared an Action Plan amendment that included the return of FY2022 funds from CRFW. This return posed a challenge to meet the FY2022 expenditure deadline of 30%.

Details of FY2023 Funds:

• **FY2023 Allocation**: \$1,268,811.00

Returned Award (CRFW): \$1,144,213.00

Notice of Funding Availability (NOFA) was released on May 1, 2024, with minor updates to dates and timelines. Outreach efforts were also focused on rural areas of New Mexico, with collaboration from the Fletcher Group; a federally funded recovery housing technical support group.

July 17, 2024 - New Award

New Mexico Reentry Center

- Award: \$1,000,000.00
- **Project Description**: The center serves low to moderate-income individuals impacted by substance use disorders, specifically focusing on opioid use disorders. RHP funds will be used to purchase or lease additional transitional housing, expanding services to support clients in their reintegration into the community. The center has assisted 250 individuals in its first three years, with this number growing to 650 in 2024. Approximately 70% of these clients have received supportive housing.

October 30, 2024 - Annual Reporting

As of October 30, 2024, HNM has awarded a total of \$3.7 million of New Mexico's RHP allocations to four approved recipients. After a period of 6 months, one of the awards was respectfully returned due to executive staff turnover experienced by Crossroads for Women.

Of the remaining three awards, one is fully drawn and has experienced a complete loss of their facility due to fire in January 2024. The project was at a point where the rehabilitation of a sixteen- unit multi-family property had completed 50% of the units to place in service. Now, they are working with the insurance company to settle their total loss claim and will repay funds to the RHP based on the amounts paid by the insurance, covering the superior mortgage first, then the balance to HNM.

- Hozho Center for Personal Development: The acquisition and rehabilitation are complete.
 As of the reporting date, 50% of the awarded funds have been drawn, and the recovery
 housing is expected to be placed in service in January 2025. The center is currently servicing
 four individuals and is processing additional individuals to meet a 12-person capacity.
- **New Mexico Reentry Center**: Currently in the process of identifying a facility for purchase and rehabilitation. HNM is working with the agency to ensure their scope of work timelines are met to ensure the State's expenditure deadlines are met.

New Awards - December 2024 (after reporting deadline)

TenderLove Community Center

- Award: \$1,200,000.00
- Project Description: Tender Love Community Center is an existing recovery housing provider that anticipates serving up to 70 additional individuals impacted by substance use disorders.

Endorphin Power Company

- Award: \$693,200.00
- Project Description: Endorphin Power Company aims to increase service capacity by providing housing for 10 additional individuals in one-bedroom units and additional units for family reunification.

These two awards will fully allocate RHP funding through FY2023.

Next Steps

HNM will continue working closely with each awarded agency to ensure timely project implementation, compliance with scope of work, and adherence to expenditure deadlines. Moving forward, HNM will also continue outreach efforts, particularly in rural areas, and ensure future funding requests are submitted on time.

Conclusion

The Recovery Housing Program has made meaningful progress in meeting the needs of individuals impacted by substance use disorders in New Mexico. Despite challenges such as the return of funds and unexpected project delays, HNM remains committed to ensuring the successful deployment of RHP funds.