



Texas CDBG-CARES
Community Resiliency Program (CRP)

Section 3 Presentation to City of Daisetta

December 2023

Grant Information

The City of Daisetta received the following grant award from TDHCA:

- Grant Contract No. 7080001016
- Award Amount: \$4,588,624
- Project: Construct a local community center to accommodate basic health and social services, education and training opportunities, and support digital inclusion



Grant Information

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

- U.S. Department of Housing and Urban Development (HUD)

and

- Texas Department of Housing and Community Affairs (TDHCA)



Section 3 Concepts

- As a condition of funding, the City of Daisetta 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.



Section 3 Concepts

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 CRP Section 3 Guidance provided by TDHCA



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 housing residents; or
- 75% of all labor hours for the business in a 3-month period are performed by Section 3 Workers



In Texas, Section 3 business may register at:

TX Procurement & Support Services – Disadvantaged Business Enterprise search:
<https://mycpa.cpa.state.tx.us/tpasscdblsearch/tpasscdblsearch.do>

Section 3 Business

This project is expected to include the following contracting opportunities:

- Grant Administration services – GrantWorks (previously selected)
- Engineering services – Fittz & Shipman (previously selected)
- Prime Contractor for building construction: approx. 11,000 SF two-story community center with a community room, multiple offices, kitchen and pantry
- Subcontractors potentially including, but not limited to carpenter, plumber, electrician, HVAC mechanic, roofer
- There may also be small purchase opportunities



Section 3 Worker

You may qualify as a Section 3 Worker if:

- Your annual income is below the county threshold for your family size:

https://www.huduser.gov/portal/datasets/il/il2023/select_Geography.odn

- You are a current or recent Youthbuild participant

Register your information and search for opportunities at:

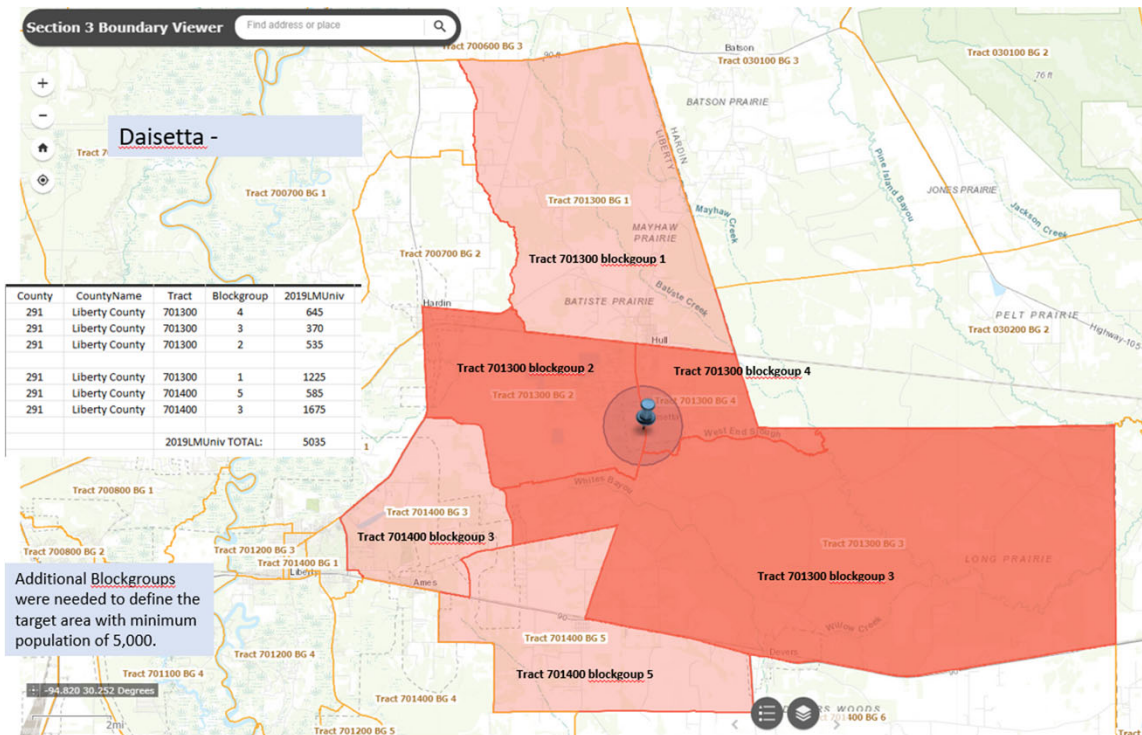
- WorkInTexas.gov
- A local or regional job board



Targeted Section 3 Worker

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

This will require collection of certain income information.



More Information

- CRP Section 3 & Project Construction Guidance
- 24 CFR Part 75

[Electronic Code of Federal Regulations \(eCFR\)](#)

Contact(s) for questions:

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