2023 Healthy Soils - Block Grant Pilot Program Frequently Asked Questions

General

- 1. Who is eligible to apply for the Healthy Soils Block Grant Pilot Program?

 Eligible applicants are Resource Conservation Districts (RCDs); University of California (UC), California Community Colleges, or California State Universities (CSU); Federally- and California-Recognized Native American Indian Tribes; Local or regional government agencies; California Commodities; and Nonprofit organizations. For-Profit entities and individuals are not eligible.
- 2. Who is eligible to serve as a Technical Assistance Provider in the applications? The Block Grant applicants must provide technical assistance to Grant Beneficiaries as required by AB 2377. The eligible organizations to provide Technical Assistance are Resource Conservation Districts (RCDs), University of California Cooperative Extensions, and Nonprofit organizations. Technical assistance is one of the most important components for evaluating Block Grant recipients' capability to support on-farm project development, selection, and successful implementation. Lead applicant organizations not eligible to provide technical assistance must partner with eligible organizations.

 The program requires that in each application, functions of each organization must be clearly defined (e.g., lead applicant organization, contractual and/or partner organizations).
- 3. Who is eligible as a Grant Beneficiary for the Block Grant Recipient?

 Grant Beneficiaries are defined as California farmers/ ranchers or agricultural operations (including nonprofits), and/or federally- and California-recognized Native American Indian Tribes. Grant Beneficiaries must either own or control the agricultural land where HSP eligible practices will be implemented. For individual Block Grant Recipients (BGRs), the eligible Grant Beneficiaries will be those whose on-farm project locations are within the Block Grant recipient's service area boundaries identified in their application.
- 4. Is there any minimum and/or maximum grant award per Block Grant application?

Yes, the minimum and maximum award per application is \$2,000,000 and \$5,000,000, respectively.

5. What are the requirements for funding distribution among different components within a Block Grant?

At least 80 percent of the total funding amount requested per application should be used for on-farm project implementation for Grant Beneficiaries. The budget amount for technical assistance is eligible for up to 5 percent of the total grant amount, according to <u>AB 2377</u>. The base for indirect cost calculation should not include dollar amount for on-farm projects or equipment purchase.

6. What is the expected grant duration for the Block Grant awarded projects? The grant duration will be from the date the grant agreement is fully executed, to November 30, 2027. Therefore, the grant start date may vary slightly from project to project. Any cost incurred outside the grant term will not be reimbursable.

7. What is general process for selecting on-farm projects to be awarded? There are three steps in the awarding process:

- (1) The Block Grant recipient will review and select applications submitted by potential Grant Beneficiaries using the methods described in their grant agreement. The Block Grant recipient then reports to CDFA the details of the on-farm projects selected for funding using the Healthy Soils Block Grant On-Farm Project Reporting Template. This will be updated on an ongoing basis.
- (2) CDFA will review the submitted report with potential Grant Beneficiaries and flag for the BGR if any on-farm projects on the list are not eligible for funding according to the program requirements (<u>Healthy Soils Block Grant Pilot Program Request for Grant Applications (RGA)</u>: On-Farm Project Selection and Approvals, and Healthy Soil Program Requirements for On-Farm Projects).
- (3) After receiving eligibility feedback from CDFA, the Block Grant Recipient can notify the Grant Beneficiaries that their applications have been selected for Healthy Soils grant awards.

8. What is the expected grant duration for the on-farm projects?

The grant duration for on-farm projects should be long enough to allow 3-year project implementation. The start and end dates for an on-farm project must fall within the Block Grant term; no earlier than the Block Grant's start date, and no later than November 30, 2027, or the Block Grant term end date.

9. Is there any minimum and/or maximum grant award per on-farm project? There is no minimum award amount, and the maximum award amount is \$200,000 for an on-farm project.

10. How is on-farm project grant award amount calculated?

The grant award amount for an on-farm project will be calculated based on the

standard payment rate for the selected practice(s) and payment scenario combination. Please review the 2023 <u>Healthy Soils Block Grant Pilot Program RGA</u> Appendix A: Practice Payment Scenarios, Rates, Requirements, and Implementation Guidelines. CDFA will provide an application tool for Block Grant recipients and their Grant Beneficiaries for on-farm project applications. The application tool will calculate automatically the total requested funding amount for an on-farm project with 3-year implementation once the eligible practice(s) and the implementation boundaries are defined.

- 11. Who is considered as a socially disadvantaged farmer or rancher (SDFR)? Socially disadvantaged farmer or rancher means a farmer or rancher who is a member of a socially disadvantaged group. A socially disadvantaged group is defined by the 2017 Farmer Equity Act as a group whose members have been subjected to racial, ethnic, or gender prejudice because of their identity as members of a group without regard to their individual qualities. These groups include all of the following: (1) African Americans (2) Native Indians (3) Alaskan Natives (4) Hispanics (5) Asian Americans (6) Native Hawaiians and Pacific Islanders. As required by AB 2377, at least 25 percent of the technical assistance funds must be used to provide technical assistance to SDFRs. The Healthy Soils Program aims to allocate 25 percent of total grant funding to on-farm projects that benefit SDFRs and encourages Block Grant recipients to meet or exceed this target. The Block Grant applicants are required to provide a SDFRs percentage target commitment in their applications.
- 12. How do I know if an on-farm project provides benefits to Priority Populations?

 Priority Populations include disadvantaged communities as defined in SB 535 and low-income communities and households as defined in AB 1550.

 Two conditions must be met for an on-farm project to provide benefits to Priority Populations. First, the project site must be located in a Priority Population community. Second, the project must provide a net positive value of co-benefits from practice implementation funded through the Healthy Soils Program. The CDFA application tool for on-farm projects will automatically indicate if a project will provide benefits to Priority Populations after the input of the project components is completed. CDFA encourages Block Grant recipients to facilitate outreach and grants to projects that benefit to Priority Populations.

Grant Application

13. How do I find my application ID number?

Your application ID is located in the URL of your application browser. The ID is the 5-digit number at the end of the URL. For example, if your application browser is:

https://www.gotomygrants.com/Public/OportunityApplications/ApplicationForm/12345, then 12345 is your application ID.

14. How do I enter indirect cost in the application?

Indirect costs should be calculated by the applicant using the Lead Organization's agreed upon indirect rate. The indirect costs for the grant will be entered into the Budget Template section of the application as a budget subcategory. When entering the indirect cost line items, the costs category form in the line item is labeled as "direct costs" - this form is where you enter the indirect cost budget.

15. How do I enter cost share in the application?

Cost share is not required. If the Block Grant applicant will provide cost share, they can indicate as such and enter the estimated amount for cost share in the budget narrative section of the application form.