

**Anne Arundel County and Annapolis Coalition
To End Homelessness
(MD-503 Anne Arundel County CoC)
Reallocation Policy
FY2026**

Through each annual competition, the MD-503 Continuum of Care (CoC) can reduce or eliminate funding from existing renewal projects in order to fund new projects. This process is known as “reallocation.” New projects may be created using funds that the CoC has made available through reallocation as part of the FY 2026 Continuum of Care competition.

Reasons for Reallocation

1. Anne Arundel County CoC may be required to re-allocate projects that no longer meet a HUD defined Policy or Program priority and have a reduced likelihood of being funded through the competitive FY26 Continuum of Care competition (e.g. permanent supportive housing or rapid rehousing etc.). The CoC will work with projects which are determined to best meet HUD’s priorities as outlined in the FY2026 COC NOFO as well as to help identify options to either continue funding through other sources or to modify programs to meet identified needs.
2. Programs may choose to voluntarily re-allocate a grant or a portion of a grant to better meet an identified community need or because they are no longer able to meet HUD guidelines and requirements (e.g. the CoC 60% limit on PH).
3. Anne Arundel County CoC may re-allocate the funding (either fully or partially) of a low performing project that fails to meet established performance measures or maintain regulatory compliance. If a project scores below 200 points on the Rating Tool for renewal projects, the project will be considered low-performing and will be at-risk of having the project’s funds reallocated for a new project that better meets the needs of the CoC. Projects with monitoring finding and several years uncorrected performance at the greatest risk of reallocation and are encouraged to review the review application scoring criteria prior to application submission. If a low-performing project is not re-allocated during the competition, the project will be required to submit a plan of action/performance improvement plan to address the low scoring areas.

Complaints or concerns about reallocation may be directed to:

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410-222-3956

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