Grantee: New Mexico

Grant: B-23-DN-35-0001

April 1, 2026 thru June 30, 2026 Performance Report

Grant Number:
B-23-DN-35-0001

Obligation Date:

Award Date:

Grantee Name:
New Mexico

Contract End Date:
07/28/2031

Review by HUD:
Submitted - Await for Review

Grant Award Amount:
$4,131,000.00

Grant Status:
Active

QPR Contact:
No QPR Contact Found

LOCCS Authorized Amount:
$4,131,000.00

Estimated PI/RL Funds:

Total Budget:
$4,131,000.00

Disasters:

Declaration Number

FEMA-4652-NM

Narratives

Disaster Damage:

The 2022 Wildfire Season in New Mexico was unprecedented. Persistent drought conditions fueled by straight-line winds and limited resources ignited the State with an abundance of large-scale concurrent incidents. These incidents displaced the greatest number of residents in the State's disaster history and resulted in the deaths of four (4) people. The event produced the two (2) largest wildfires in the State's history, the Hermit's Peak Calf Canyon (HPCC) Fire and the Black Fire, which were fought simultaneously. Subsequent Monsoon-related impacts in 2022 resulted in historic flooding statewide, and ongoing cascading effects of debris flow and mudslides within the burn scar areas make this incident extraordinarily complex. The State of New Mexico is preparing for similar cascading effects over the next 10-15 years. Beginning in April 2022, a series of fires, including the McBride and Nogal Fires, the Cerro Pelado Fire, the Cook's Peak Fire, the Black Fire, and the HPCC Fire – the latter of which started as prescribed U.S. Forest Service burns – spread across the state in a devastating wildfire season that quickly became the worst in New Mexico's history. The Hermit's Peak Fire occurred as a result of the Las Dispensas prescribed fire in April 2022, at the base of Hermit's Peak in the Pecos Wilderness; and the Calf Canyon Fire which was caused by a pile burn holdover from January 2022 that remained dormant under the surface through three winter snow events before reemerging on April 9, 2022. The Calf Canyon Fire merged with the Hermit's Peak Fire on April 20, 2022. The U.S. Forest Service assumed responsibility for both prescribed burns and the subsequent combined HPCC Fire. More than 450,000 acres burned in total, including 340,980 acres burned in the federally caused HPCC Fire. The fires drastically transformed the landscape of primarily agrarian and rural areas, resulting in widespread devastation to communities with little to no safety net. On May 4, 2022, President Biden issued a Major Disaster Declaration (DR-4652-NM) for the counties of Colfax, Mora, and San Miguel in response to the fires. Lincoln, Los Alamos, Sandoval, and Valencia counties were added to the Major Disaster Declaration. FEMA Region 6 established a Joint Field Office to administer Stafford Act assistance. The declaration was later expanded to include flooding and mudflows, as communities were subsequently subjected to extensive flash flooding in the burn scar during Monsoon Season. The State of New Mexico quickly mobilized an integrated state, federal, and local response effort to identify critical needs and coordinate resource distribution to impacted areas. The response effort coordinated emergency funding through a range of federal and state programs and is characterized by regular engagement and activities under Lines of Effort for recovery. In acknowledgement of the federal government's culpability part of the disaster, Congress authorized $3.95 billion total under the HPCC Fire Assistance Act – through both an initial legislative package passed September 30, 2022, and through an additional omnibus passed in December 2022 – to pay claims associated with the fire caused by the federal burn. 1.2.2 Cascading Impacts from Flooding, Mudflow, and Debris Flow The full scale of impact felt by the wildfires is underscored by the severe climatological conditions occurring immediately before and after the wildfires took place. Early summer drought conditions amplified New Mexico's vulnerability to wildfires and drought- enhanced flash flooding. Immediately before the Monsoon season, the percentage of the State under D3 "Extreme Drought" to D4 "Exceptional Drought" conditions was at its highest level (90.6%) in 22 years. Severe drought conditions at the beginning of the wildfire season were further characterized by factors including total precipitation, temperature trends, evaporative demand, etc., which are influenced by long-term trends and climate cycles such as the ENSO El Nino/La Nina cycles. The ENSO cycle can profoundly impact snowpack—one of New Mexico's critical sources of precipitation—with La Nina years typically resulting in less winter precipitation and aggravated drought conditions. New Mexico is now experiencing an extremely rare "triple-dip" La Nina event, in which three La Nina cycles have occurred in a row. The 2022 Monsoon Season—spanning from June 15 to September 30—was reported by NWS Albuquerque as easily setting the record for the highest number of flash flood warnings in over two decades. Continuous flash flooding perpetuated a constant need for response activities, inhibiting community recovery from the wildfires. Flood water carried debris from the burn scars, magnifying the damage caused by flooding. It is essential to assess the impact of floods in the context of not only the burn scar – which loosened soil and resulted in an ashy sludge flowing down to communities, impacting water sources – but also the vulnerability of hydrophobic soils resulting from the multi-year drought. This "fire/flood dynamic" saw flash floods become not only a consequence of heavy precipitation but also be exacerbated by hydrophobic soils produced by a prolonged drought. These impacts can be described as akin to placing concrete mix on a plastic sheet on a downhill slope. The aggregate product of drought, wildfire, and Monsoon Season is continuous damage extending for months past the fires as communities contend with regular and devastating levels of flash flooding. Extreme damage to primary dwellings was widespread in the state and had cross-cutting impacts on the economic livelihoods of most residents who rely on forest lands for hunting and historical, often centuries-old, acequias for irrigation.

Recovery Needs:

To understand the most critical and unmet needs, the State of New Mexico regularly convenes integrated local, state, and federal meetings on no less than a monthly frequency to discuss and coordinate recovery efforts (for more information, see Section 5.3). These discussions are structured in alignment with Lines of Effort, focusing on Housing Recovery, Watershed Restoration, and Economic Recovery. Through these regular engagements, it became clear that the HPCC Fire Assistance Act created a unique post-disaster environment, where the most persistent needs which lack a clear resource to address them are related to: • Serving communities which are not covered under the Act, and • Providing the system-building and capacity needed to facilitate recovery through compensation-based funding in communities that are served by the Act. A critical difference in the Act’s compensation-based funding compared to typical disaster-related programming is that it provides cash directly to claimants (i.e., residents, businesses, governments), but does not provide any of the support or infrastructure to help those claimants rebuild or recover. There is also no requirement that claimants use their funds to stay in the impacted area, and without support in place, many individuals may be incentivized to simply move somewhere else. These gaps occur at the nexus of significant ongoing disaster-related risks, for which there are limited resources to support residents. Further, as specified in the Federal Register Notice, $2,544,000 must be spent on mitigation activities which increase community resilience to disasters and reduce or eliminate long-term risk to life and property. Based on the CDBG-DR program’s requirements and the needs it is positioned to address, the New Mexico Fire and Flood Recovery CDBG-DR Action Plan will be focused on funding a Building Resiliency Center in San Miguel County, to implement activities which facilitate home reconstruction and rehabilitation for both renters and homeowners in State-identified most-impacted and distressed (MID) burn scar areas.

Overall	This Report Period	To Date
Total Projected Budget from All Sources	$3,304,800.00	$4,131,000.00
Total Budget	$3,304,800.00	$4,131,000.00
Total Obligated	$3,304,800.00	$4,131,000.00
Total Funds Drawdown	$97,380.49	$97,380.49
Program Funds Drawdown	$97,380.49	$97,380.49
Program Income Drawdown	$0.00	$0.00
Program Income Received	$0.00	$0.00
Total Funds Expended	$94,812.77	$105,264.45
HUD Identified Most Impacted and Distressed	$80,589.05	$80,589.05
Other Funds	$ 0.00	$ 0.00
Match Funds	$ 0.00	$ 0.00
Non-Match Funds	$ 0.00	$ 0.00

Funds Expended

Overall	This Period	To Date
The State of New Mexico	$ 94,812.77	$ 105,264.45

Progress Toward Required Numeric Targets

Requirement	Target	Projected	Actual
Overall Benefit Percentage	70.00%	100.00%	1.54%
Overall Benefit Amount	$2,313,360.00	$3,304,800.00	$50,823.75
Limit on Public Services	$619,650.00	$3,304,800.00	$50,823.75
Limit on Admin/Planning	$826,200.00	$826,200.00	$46,556.74
Limit on Admin	$206,550.00	$206,550.00	$19,165.49
Most Impacted and Distressed	$3,304,800.00	$3,511,350.00	$80,589.05

Overall Progress Narrative:

During the reporting period, the grantee successfully transitioned the Building Resiliency Center (BRC) from implementation to operational status. The BRC officially celebrated its grand opening on May 27, 2026, and commenced regular public operating hours Tuesday through Saturday from 9:00 a.m. to 6:00 p.m. Staffing efforts continued to advance significantly, with three of six authorized positions filled during the quarter to add to the two onboarded in Q1. The remaining Senior Planning and Zoning position proved difficult to recruit due to the specialized qualifications required and the rural location of

the facility. The grantee plans to repost the position during the next reporting period while continuing targeted recruitment efforts to identify qualified candidates.
The reporting period also included a significant programmatic milestone with HUD approval of the Public Services Cap Waiver, enabling the grantee to fully activate eligible public service activities associated with the BRC. Following approval, the grantee established applicable activities within DRGR, including facility rental costs, facility rehabilitation costs, and housing resiliency and rehabilitation support services designed to assist residents with disaster recovery and resiliency needs. Interagency collaboration also continued to expand as key federal partners strengthened their presence at the facility. The United States Department of Agriculture (USDA) initiated weekly co-working operations from the BRC, further advancing the center's role as a regional hub for coordinated resiliency, recovery, and community development services.
With the Public Services Cap Waiver approved and the facility fully operational, previous implementation barriers have been substantially resolved. The primary remaining challenge is recruitment for the vacant Senior Planning and Zoning position, which has experienced a limited applicant pool due to the specialized expertise required and the rural location of the BRC. The grantee will continue targeted outreach and recruitment strategies during the next reporting period to support full staffing while maintaining uninterrupted service delivery through existing personnel.
During the next reporting period, the grantee will continue expanding delivery of resiliency and disaster recovery services through the BRC while refining operational procedures based on initial implementation experience. Staff will continue developing partnerships with federal, state, local, and nonprofit organizations to enhance coordinated service delivery, increase community engagement, and strengthen regional resilience. The grantee will also continue onboarding and professional development activities for recently hired staff while pursuing recruitment for the remaining vacant position.
In addition, the grantee will continue public outreach and community engagement efforts to increase awareness of available services, expand utilization of the BRC by partner agencies, and monitor program performance to ensure compliance with CDBG-DR requirements.

Project Summary

Project #, Project Title	This Report	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
9999, Restricted Balance	$0.00	$0.00	$0.00
Admin, Admin	$19,165.49	$206,550.00	$19,165.49
Planning, Planning	$27,391.25	$619,650.00	$27,391.25
Public Service, Public Service	$50,823.75	$3,304,800.00	$50,823.75

Grantee Program Summary

BRC

Grant	Proposed Budget		Proposed MID Threshold Budget HUD Identified		Proposed MID Threshold Budget Grantee Identified	
	This Period	To Date	This Period	To Date	This Period	To Date
B-23-DN-35-0001	$ 0.00	$ 4,131,000.00	$ 0.00	$ 3,924,450.00	$ 0.00	$ 206,550.00
B-23-DN-35-0001	$ 0.00	$ 4,131,000.00	$ 0.00	$ 3,924,450.00	$ 0.00	$ 206,550.00

Activities

Project # / Admin / Admin

Grantee Activity Number: 001 Admin
Activity Title: 001 Admin

Activity Type:
Administration

Activity Status:
Under Way

Project Number:
Admin

Project Title:
Admin

Projected Start Date:
08/01/2025

Projected End Date:
07/31/2031

Benefit Type:
N/A

Completed Activity Actual End Date:

National Objective:
N/A

Responsible Organization:
The State of New Mexico

Overall	Apr 1 thru Jun 30, 2026	To Date
Total Projected Budget from All Sources	$0.00	$206,550.00
Total Budget	$0.00	$206,550.00
Total Obligated	$0.00	$206,550.00
Total Funds Drawdown	$19,165.49	$19,165.49
Program Funds Drawdown	$19,165.49	$19,165.49
Program Income Drawdown	$0.00	$0.00
Program Income Received	$0.00	$0.00
Total Funds Expended	$8,479.19	$17,592.85
The State of New Mexico	$8,479.19	$17,592.85
Most Impacted and Distressed Expended	$0.00	$0.00

Activity Description:

Management and oversight of CDBG-DR program operations, including financial compliance, procurement, reporting, and recordkeeping in alignment with HUD requirements.

Location Description:

Administrative activities will predominantly carried out in the State Offices in Santa Fe, New Mexico and the physical location of the Building Resilience Center in Las Vegas, New Mexico (San Miguel County).

Activity Progress Narrative:

DHSEM continues to conduct administrative activities to support the Building Resiliency Center including but not limited to invoice tracking and payment, budget development and updates, and quarterly reporting.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None

Project # / Planning / Planning

Grantee Activity Number: 002 Planning
Activity Title: 002 Planning

Activity Type:
Planning

Activity Status:
Under Way

Project Number:
Planning

Project Title:
Planning

Projected Start Date:
08/01/2025

Projected End Date:
07/31/2031

Benefit Type:
N/A

Completed Activity Actual End Date:

National Objective:
N/A

Responsible Organization:
The State of New Mexico

Overall	Apr 1 thru Jun 30, 2026	To Date
Total Projected Budget from All Sources	$0.00	$619,650.00
Total Budget	$0.00	$619,650.00
Total Obligated	$0.00	$619,650.00
Total Funds Drawdown	$27,391.25	$27,391.25
Program Funds Drawdown	$27,391.25	$27,391.25
Program Income Drawdown	$0.00	$0.00
Program Income Received	$0.00	$0.00
Total Funds Expended	$5,744.53	$7,082.55
The State of New Mexico	$5,744.53	$7,082.55
Most Impacted and Distressed Expended	$0.00	$0.00

Activity Description:

Development of recovery strategies, service mapping, coordination with local and state agencies, and planning documents to guide disaster recovery operations.

Location Description:

Planning activities will occur in the State Offices in Santa Fe, New Mexico and at the Building Resiliency Center in Las Vegas, New Mexico (San Miguel County) in order to support the recovery of disaster-impacted residents in San Miguel and Mora Counties.

Activity Progress Narrative:

DHSEM continues to engage partners needed to assess ongoing disaster recovery related unmet needs and to support service delivery at the Building Resiliency Center.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None

Project # / Public Service / Public Service

Grantee Activity Number: 001 Public Service
Activity Title: Facility Rental Costs

Activity Type:
Public services

Activity Status:
Under Way

Project Number:
Public Service

Project Title:
Public Service

Projected Start Date:
01/01/2026

Projected End Date:
07/28/2031

Benefit Type:
N/A

Completed Activity Actual End Date:

National Objective:
Low/Mod

Responsible Organization:
The State of New Mexico

Overall	Apr 1 thru Jun 30, 2026	To Date
Total Projected Budget from All Sources	$524,900.00	$524,900.00
Total Budget	$524,900.00	$524,900.00
Total Obligated	$524,900.00	$524,900.00
Total Funds Drawdown	$0.00	$0.00
Program Funds Drawdown	$0.00	$0.00
Program Income Drawdown	$0.00	$0.00
Program Income Received	$0.00	$0.00
Total Funds Expended	$54,577.76	$54,577.76
The State of New Mexico	$54,577.76	$54,577.76
Most Impacted and Distressed Expended	$54,577.76	$54,577.76

Activity Description:

Building Resiliency Center facility rental costs.

Location Description:

Activity Progress Narrative:

DHSEM continues to rent a facility to house the Building Resiliency Center, located in Las Vegas, New Mexico. With the Public Services Waiver approved by HUD during this quarter, the facility rental costs to date are included in this quarterly report.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents:	None

Grantee Activity Number: 003 Public Service
Activity Title: Housing Resiliency and Rehabilitation Support

Activity Type:
Public services

Activity Status:
Under Way

Project Number:
Public Service

Project Title:
Public Service

Projected Start Date:
05/27/2026

Projected End Date:
07/28/2031

Benefit Type:
N/A

Completed Activity Actual End Date:

National Objective:
Low/Mod

Responsible Organization:
The State of New Mexico

Overall	Apr 1 thru Jun 30, 2026	To Date
Total Projected Budget from All Sources	$2,779,900.00	$2,779,900.00
Total Budget	$2,779,900.00	$2,779,900.00
Total Obligated	$2,779,900.00	$2,779,900.00
Total Funds Drawdown	$50,823.75	$50,823.75
Program Funds Drawdown	$50,823.75	$50,823.75
Program Income Drawdown	$0.00	$0.00
Program Income Received	$0.00	$0.00
Total Funds Expended	$26,011.29	$26,011.29
The State of New Mexico	$26,011.29	$26,011.29
Most Impacted and Distressed Expended	$26,011.29	$26,011.29

Activity Description:

Housing resiliency and rehabilitation support to disaster-impacted residents to the MID- and state identified MID communities.

Location Description:

Activity Progress Narrative:

DHSEM continues to staff the Building Resiliency Center, located in Las Vegas, New Mexico. Four of the six positions have been filled. Doors are open to residents and the BRC staff is providing housing resiliency and rehabilitation support to disaster impacted residents. With the Public Services Waiver approved by HUD during this quarter, the service delivery costs to date are included in this quarterly report.

Accomplishments Performance Measures

No Accomplishments Performance Measures

Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources

No Other Funding Sources Found

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Activity Supporting Documents: None