

Attachment 18A

Explanatory Note for Corporation for National & Community Service (CNCS) Report February 1, 2010

The reported information was derived from standardized American Recovery and Reinvestment Act of 2009 (ARRA) reports from the Corporation's financial Management system. The attached spreadsheet has the Corporation's ARRA NEPA data as of December 31, 2009.

Since the last report, the Corporation has identified a reporting design error that was causing outstanding grant advances to be considered as separate NEPA actions in the previous reports. This has been corrected in the current report. As a result, the number of NEPA actions is lower for some categories in this report. 4 Categorical Exclusions for salaries and expenses used to administer ARRA funds have been deleted as well. This results in a reduction from 348 NEPA actions in the Third Report to 294 in this one, and a reduction of some of the reported obligation amounts.

The Corporation adopted NEPA procedures ("Protocol for the Categorical Exclusion of Activities Funded by the Corporation for National and Community Service") that categorically exclude national and community service projects/activities, which include the types of activities funded under the ARRA, from the requirement of preparing Environmental Assessments or Environmental Impact Statements under NEPA because those projects/activities do not individually or cumulatively have a significant effect on the human environment.

By adopting this protocol, the Corporation can better assure that urgently needed ARRA financial assistance is disbursed to eligible entities in a timely manner and that such funds are used and reported upon in accordance with the ARRA's NEPA compliance provision. CEQ reviewed the Corporation's proposed protocol establishing a categorical exclusion and concluded that it is in conformity with NEPA and the CEQ regulations.

The Corporation's AARA funds are to support the following:

AmeriCorps State and National Grants

The Corporation received \$89 million in ARRA appropriations to award approximately 10,000 full-time, part-time, and reduced part-time AmeriCorps State and National member positions. Grant recipients will primarily be nonprofit community organizations, but may also include local governments, Indian Tribes and institutions of higher education. Approximately 2/3 of the funds will be awarded competitively to existing, proven AmeriCorps grantees either directly or via state service commissions. By statute, 1/3 of the funds will be distributed to state service commissions based on a population-based formula and the in turn, states will select the subgrant recipients.

ARRA funding through the AmeriCorps program will be awarded as grants to current national, regional and local AmeriCorps grantees with a proven track record and demonstrate the capacity to efficiently and effectively draw upon this new resource to assist communities in need.

AmeriCorps VISTA

The Corporation received a \$65 million ARRA appropriations to award approximately 3,000 non cost share AmeriCorps VISTA member positions to new and existing sponsors. The Corporation, using its existing processes, will announce increased one-time funding for projects that result in the maximum, measurable impact on communities affected by the economic crisis.

The mission of the AmeriCorps VISTA program to create and expand programs that bring low-income individuals and communities out of poverty is strongly aligned with Administration and Congressional priorities in the ARRA. Existing VISTA projects already support job creation, the abatement of home foreclosures, credit counseling and financial asset development programs. Corporation state office staff will allocate VISTA resources based upon the critical needs of their states.

VISTA members funded through the ARRA will augment the ongoing work of the program through activities such as fundraising, establishment of volunteer recruitment and management systems, community outreach and partnership development. These activities will help non-profit and other community organizations to build greater capacity and to be a sustainable local resource to their communities as they work to increase economic opportunity for Americans living in poverty or who are in danger of falling into poverty. To create worthwhile volunteer positions for the additional VISTA members, we will expand existing projects and accelerate the development of new ones.

National Service Trust

The Corporation received \$40 million in ARRA appropriations for the National Service Trust Fund (the Trust) to fund education awards and interest forbearance for AmeriCorps State and National and VISTA members serving in ARRA funded programs.

The Trust was established by the National and Community Service Trust Act of 1993 (42 USC 12601, et seq.) to repay qualified student loans; pay educational expenses at a qualified institution of higher education; and repay eligible interest expense on student loans for eligible participants who complete AmeriCorps service. Trust funds are obligated at the time a slot is awarded to an AmeriCorps grantee or at the time of enrollment of a VISTA member. Education awards earned by AmeriCorps members are available to be used for seven years from the completion of the service. Payments from the Trust are made directly to the educational institutions and the loan holders as directed by the members and by the institutions. Trust funds are not used to pay member stipends or other grant costs.

Salaries and Expenses

The Corporation received \$6 million in ARRA appropriations for salaries and expenses to administer the funds appropriated under the ARRA. These actions are not included in the Corporation's spreadsheet and account for the \$6 million difference between the Corporation's total ARRA appropriation (\$200 million) and the appropriation total listed on Page 1 of the spreadsheet (\$194 million).

Additional information on the Corporation's ARRA plan can be found at:
<http://www.nationalservice.gov/about/recovery/index.asp>.

###