

ARCH: FY2026 CoC Local Competition

Tier 1 / Tier 2 Placement Worksheet

Alabama Rural Coalition for the Homeless, Inc., Collaborative Applicant for the Alabama Balance of State Continuum of Care (AL-507)

Local application document for the FY 2026 Continuum of Care Competition and Youth Homelessness Demonstration Program Grants NOFO (CPD-2600-DC-0025).

For use by the Ranking & Review Committee to place each renewal and new project application into its funding tier.

HOW TIERING WORKS

Per the FY 2026 NOFO, HUD sets Tier 1 at 60 percent of the CoC's Annual Renewal Demand (ARD) and competes the remaining 40 percent as Tier 2.

Tier 1: The Ranking & Review Committee, operating independently of ARCH as Collaborative Applicant, ranks all renewal and new project applications (except CoC Planning) in a single priority list. Starting from rank 1, add each project's requested amount to a running total. Every project whose cumulative total falls within the first 60 percent of the CoC's ARD is placed in Tier 1. Tier 1 projects are funded ahead of Tier 2 and are not subject to HUD's national competitive scoring, though they must still meet threshold and eligibility requirements.

Tier 2: Once the cumulative total crosses the 60 percent threshold, every remaining project on the list, including new bonus projects (such as DV Bonus and CoC Bonus) and YHDP applications, falls into Tier 2. Tier 2 projects compete nationally against Tier 2 projects from every other CoC based on HUD's scoring criteria. Funding is not guaranteed for Tier 2, even for a project ranked highly on AL-507's local list.

The Ranking & Review Committee's recommended priority list goes to the ARCH Board of Directors for final approval. Once approved, ARCH, as Collaborative Applicant, submits the list to HUD; ARCH does not set the ranking itself. This preserves the independence required by ARCH's Conflict of Interest Policy, particularly where ARCH-affiliated projects are also competing.

Final tier placement is calculated automatically by HUD once the Priority Listing is submitted in e-snaps; this worksheet is for Ranking & Review's local planning and should be checked against the e-snaps result.

Note: The CoC Planning Grant Is Not Ranked or Tiered

What it is: Funding awarded to ARCH, as Collaborative Applicant, to carry out CoC planning activities under 24 CFR 578.39, such as coordinating the CoC's strategic planning, coordinated entry oversight, performance monitoring, and system-level data and HMIS coordination.

Amount: For AL-507 in FY 2026, HUD's Estimated Annual Renewal Demand Amount Report sets the CoC Planning Grant at \$216,281.

It is not included in the CoC's ARD calculation, is not ranked against renewal or new projects, and does not occupy a Tier 1 or Tier 2 slot. It is reviewed separately for eligibility and allowable costs, not scored competitively.

If ARCH submits a UFA (Unified Funding Agency) Costs application, it is handled the same way: reviewed on an eligibility basis rather than ranked or tiered.

AL-507 FY2026 Funding Figures

Per HUD's Estimated Annual Renewal Demand Amount Report for the Alabama Balance of State Continuum of Care (AL-507).

Funding Category	Amount
Estimated Annual Renewal Demand (ARD)	\$1,662,470
Tier 1 (60% of ARD)	\$997,482
Tier 2 (40% of ARD)	\$664,988
CoC Bonus (new project funding opportunity)	\$648,843

