## Government of the District of Columbia



Office of Advisory Neighborhood Commissions 1350 Pennsylvania Avenue, NW Suite 11 Washington, DC 20004 (202) 727-9945

## **MEMORANDUM**

TO: Dieter Lehmann Morales, Chair ANC 1A

Billy Easley, Treasurer, ANC 1A

Mukta Ghorpedey, 1A07

FR: Denise Wiktor, General Counsel

DT: 8/12/2024

RE: 10th Street NW Block Party

The OANC has received a copy of a grant request from A Small Group of 10<sup>th</sup> Street Neighbors requesting money for a block party. I have reviewed the revised application sent to the OANC and reviewed the list of proposed expenditures in the budget and have found that the request is a permissible expenditure of ANC monies.

There are five prongs a grant must meet to be a permissible expense and a 6<sup>th</sup> requirement of the D.C. Official Code that limits the amount of a grant that can be spent on overhead. They are:

- 1. **Public Purpose:** ANC grants must be for "public purposes within the Commission area." A public purpose is one "that includes a significant benefit for the community and is not done for the primary purpose of benefitting a private entity." This standard was changed with the Fiscal Year Budget Support Act and the accompanying emergency. This organization wishes to have a block party to bring neighbors together to get to know each other and socialize. The purpose of this event is to increase a sense of community, exchange contact information and create an ongoing way to interact and address hyper local issues.
- 2. **Local Benefit**: A grant must "benefit persons who work or reside in the Commission area." This does not mean the grant may only benefit Commission residents; it simply

<sup>5</sup> D.C. Official Code § 1-309.13(m)(1).

<sup>&</sup>lt;sup>1</sup> See, Letter to Schanette Grant on Seasoned Settlers and Grants Generally, April 14, 2022, found at <a href="https://oag.dc.gov/sites/default/files/2022-04/Letter-to-OANC-Re-Seasoned-Settlers-Grant-and-Grants-Generally-pdf">https://oag.dc.gov/sites/default/files/2022-04/Letter-to-OANC-Re-Seasoned-Settlers-Grant-and-Grants-Generally-pdf</a>

<sup>&</sup>lt;sup>2</sup> D.C. Official Code 1-309.13(m)(2)(D) "No Commission shall provide a grant for which the grantee estimates that the overhead costs would exceed 15% of the entire grant amount."

<sup>&</sup>lt;sup>3</sup> D.C. Official Code § 1-309.13(1)(1).

<sup>4</sup> Id.

means the grant's benefits should be focused on those residents.<sup>6</sup> The expenditures on the grant would benefit only residents of ANC 1A.

- 3. **Proposed Project.** A grant must be for a proposed project. This is a discrete single event.
- 4. **Organization.** A grant must be to an "organization," not an individual or a government entity, 8 although the organization need not be incorporated. 9 The group of neighbors meets the requirement for an organization under the D.C. Code. An organization need not be incorporated to meet the organization test.
- **5. Non-Duplication.** A grant cannot duplicate any services offered by the D.C. government. <sup>10</sup> The D.C. Government has no services like this event.
- **6. Overhead.** Overhead cannot exceed 15% of the grant amount. None of the grant monies will be used for overhead as the Code defines it.

## Conclusion

For the reasons stated above this grant is an acceptable expenditure of ANC funds.

<sup>&</sup>lt;sup>6</sup> See *Letter to Deborah K. Nichols*, Nov. 9, 2006, at 2 n.2 found at <u>Letter-to-Deborah-Nichols-Re-Whether-an-ANC-may-approve-a-grant-to-commission-plans-and-drawings-.pdf</u> (ANC 4C grant was permissible where the "[b]enefit to other ANCs would be incidental to the benefit conferred on ANC 4C residents," because a grant's benefits need not "be exclusive to the ANC that gives the grant funds"); see *Letter to Comm'r Fletcher*, Mar. 15, 2022, at 2, available at <a href="https://oag.dc.gov/sites/default/files/2022-03/ANC-7E-Letter-to-Commissioner-Fletcher-RePublic-Purposes-Within-the-Commission-Area-.pdf">https://oag.dc.gov/sites/default/files/2022-03/ANC-7E-Letter-to-Commissioner-Fletcher-RePublic-Purposes-Within-the-Commission-Area-.pdf</a> making the same point with respect to the public-purpose requirement).

<sup>&</sup>lt;sup>7</sup>D.C. Official Code § 1-309.13(m)(2)(A).

<sup>&</sup>lt;sup>8</sup> D.C. Official Code § 1-309.13(m)(1); see also *Letter to Deborah K. Nichols*, Jan. 14, 2010, at 4, available at <a href="https://oag.dc.gov/sites/default/files/2018-02/ANC-January-14-2010-Guidelines-for-Use-of-ANC-Funds.pdf">https://oag.dc.gov/sites/default/files/2018-02/ANC-January-14-2010-Guidelines-for-Use-of-ANC-Funds.pdf</a>
<sup>9</sup> See *Letter to Deborah K. Nichols*, Aug., 4, 2000 at 3, available at

https://oag.dc.gov/sites/default/files/201802/ANC-August-4-2000-Grants-by-ANCs-Public-Purpose-and-Corporate-Status-of-Recipients.pdf ("The plain meaning of the term 'organization' includes unincorporated associations"). 

10 D.C. Official Code § 1-309.13(m)(1).

<sup>&</sup>lt;sup>11</sup> D.C. Official Code §1-309.13(m)(1)(2)(D).