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: ANC 1A

FR: Denise Wiktor, General Counsel

DT: 8/25/2025

RE: AYUDA Grant Application

The OANC has received a copy of a grant request from Ayuda to help support their annual job fair. I have reviewed the application, budget and supplementary information sent to the OANC and have found that the request is an **impermissible** expenditure of ANC monies as outlined below. This is in no way intended to reflect negatively on Ayuda's long-standing commitment to the community and the valuable service it provides but is a reflection of the constraints on ANC grants.

There are five prongs a grant must meet to be a permissible expense and a 6th 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." Ayuda is applying to two ANCs for a grant, which is allowed. However, the combination of the grants will serve only about 125 people max. Not all of those people will be residents of ANC 1A or 1D. Grants that serve a small number of people are allowed when it is open to everyone in the ANC on a first-come, first-served basis so long as there is equal opportunity to take part by the residents of the ANC. For understandable reasons, AYUDA is limiting this fair to their current clientele and will not be equally open to all residents of ANC 1A. One final note, even if the grant was permissible, the budget for photographs would not be allowable as that is a benefit to the individual.

⁵ See, *Petworth Community Market Grant*, 7/9/2024, attached.

¹ See, *Letter to Schanette Grant on Seasoned Settlers and Grants Generally*, April 14, 2022, found at https://oag.dc.gov/sites/default/files/2022-04/Letter-to-OANC-Re-Seasoned-Settlers-Grant-and-Grants-Generally.pdf

² 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."

³ D.C. Official Code § 1-309.13(1)(1).

⁴ *Id*.

- 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 means the grant's benefits should be focused on those residents.
- 3. **Proposed Project.** A grant must be for a proposed project. 8 This is a discrete single event.
- 4. **Organization.** A grant must be to an "organization," not an individual or a government entity, ⁹ although the organization need not be incorporated. ¹⁰ Ayuda **is** an organization within the meaning of the code.
- **5. Non-Duplication.** A grant cannot duplicate any services offered by the D.C. government. This is not likely a duplication of DOES efforts but that issue does not need to be reached.
- **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 **impermissible** expenditure of ANC funds.

⁶ D.C. Official Code § 1-309.13(m)(1).

⁷ 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 https://oag.dc.gov/sites/default/files/2022-03/ANC-7E-Letter-to-Commissioner-Fletcher-RePublic-Purposes-Within-the-Commission-Area-.pdf making the same point with respect to the public-purpose requirement). ⁸D.C. Official Code § 1-309.13(m)(2)(A).

⁹ D.C. Official Code § 1-309.13(m)(1); see also *Letter to Deborah K. Nichols*, Jan. 14, 2010, at 4, available at https://oag.dc.gov/sites/default/files/2018-02/ANC-January-14-2010-Guidelines-for-Use-of-ANC-Funds.pdf
¹⁰ 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").

¹¹ D.C. Official Code § 1-309.13(m)(1).

¹² D.C. Official Code §1-309.13(m)(1)(2)(D).