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:

FR: Denise Wiktor, General Counsel

DT:

RE:

The OANC has received a copy of a grant request from the Lamond Community Action Group. I have reviewed the application and budget sent to the OANC and have found that the request is a permissible expenditure of ANC monies as outlined below. The OANC recommends that if the ANC substantially funds the block party that they apply to the Office of Risk Management for insurance coverage that will cover the moon bounce. You apply at https://orm.dc.gov/ for to Risk Insurance dropdown and click on "Requests for Self-Insurance letters." If you have any difficulty with the process, contact Robert Preston Robert.Preston@dc.gov 202-727-9553.

There are five prongs a grant must meet to be a permissible expense 1 and a 6th requirement of the D.C. Official Code that limits the amount of a grant that can be spent on overhead 2. 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 is an event that will be open to the entire ANC community though it is expected the primary attendees will be the nearby residents. The purpose of the event is to bring neighbors together to build community and better enable the neighbors to address issues facing the community. This meets the public purpose standard as the ANC will receive significant benefit from having neighbors get to know each other. It helps community engagement and promote neighborhood safety. The food at this event is in furtherance of the public purpose and not the primary focus of this event and is therefore permissible. (see attached Policy on Review Grants with a Food Component)

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(l)(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. The primary beneficiaries are residents of ANC 4B.
- Proposed Project. A grant must be for a proposed project.⁷ This is a discrete single event.
- 4. **Organization.** A grant must be to an "organization," not an individual or a government entity, although the organization need not be incorporated. Lamond Community Action Group is an organization within the meaning of the code. It may not be formally incorporated. If the organization does not have a bank account the ANC check cannot be made to an individual. They will need to find a fiscal sponsor. Mainstreet and non-profits have been willing to be sponsors for block parties. It could also be a local business.
- **5. Non-Duplication.** A grant cannot duplicate any services offered by the D.C. government. ¹⁰ The
- **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 a **permissible** expenditure of ANC funds.

⁵ D.C. Official Code § 1-309.13(m)(1).

⁶ See Letter to Deborah K. Nichols, Nov. 9, 2006, at 2 n.2 found at Letter-to-Deborah-Nichols-Re-Whether-an-ANC-may-approve-a-grant-to-commission-plans-and-drawings-.pdf (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).

⁷D.C. Official Code § 1-309.13(m)(2)(A).

⁸ 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
⁹ 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).

¹¹ D.C. Official Code §1-309.13(m)(1)(2)(D).