

Transition Grants

- Applicants may transition renewal projects from one CoC Program component (e.g., Rapid Rehousing to Transitional Housing) to another using the CoC Program Competition upon consent/approval of the CoC.
 - To meet the requirements, HUD will consider the following as CoC consent for the transition grant: the project application identifies the project as a transition project, and the CoC ranks the new transition grant project on the New Project Listing in the FY 2025 CoC Priority Listing.
- By the end of the operating year, the transition grant must be operating under the new component and will be eligible to apply for renewal in the next CoC Program Competition under the component to which it transitioned.
- To create a transition grant, the CoC must wholly eliminate one or more renewal projects and use those funds to create the single, new transition grant (so resulting project type must be allowed as a new project under this NOFO competition and meet project eligibility and quality thresholds). Transition grants cannot consolidate with any other project.
- For a new project to be considered a transition grant, the applicant for the new project must be the same recipient for the eligible renewal grant(s) being eliminated, and the applicant must provide the grant number(s) of the projects being eliminated to create the new project and attach a copy of the most recently awarded project application.
- All remaining funds awarded must be used for eligible activities awarded under the new component for the project.
- Transition grants conditionally awarded will have one year to fully transition from the original component to the new component and this will take place during the transition grant's normal operating year. After the first operating year for which FY 2025 funds are awarded, the transition grant must be fully operating under the new component and will be eligible for renewal in the FY 2026 operating year under the component to which it transitioned.
- The project's operating start date will be the day after the end of the previous grant term for the expiring component, i.e., the transition grant will have the same operating year as the expiring component project. For transition grants reallocated from more

Transition Grants

than one project, the operating start day of the transition grant will be the day after the end of the earliest expiring grant term.

- If HUD determines that a new project that applied to be a transition grant does not qualify to be a transition grant, but meets all other new project requirements, then HUD may award the project as a new project that is not a transition grant. In these instances, the recipient will not be permitted to expend any FY2025 funds until the new project grant agreement is executed by the local HUD field office.
- Youth Homeless Demonstration Program (YHDP) renewal and replacement projects are not eligible to use the transition process. YHDP Renewal grants must submit a YHDP Replacement application to change component types.
- Grants with DV Renewal funding are not eligible to use the transition grant process.