



Arizona Department of Housing

State of Arizona 2013 Annual Action Plan

Federal FY 2013

July 1, 2013 - June 30, 2014

Date Issued: May 15, 2013

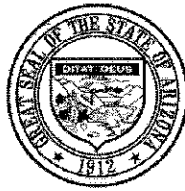
Revised: June 12, 2013

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June 12, 2013

Mr. David Uhler
CPD Representative
U.S. Department of Housing and Urban Development
Community Planning and Development
One N. Central Avenue, Suite 600
Phoenix, Arizona 85004

Re: REVISED Fourth Annual Action Plan. Consolidated Plan 2010-2014
Grantee: The State of Arizona, Arizona Department of Housing

Dear Mr. Uhler:

Please find enclosed the revised Arizona Department of Housing (ADOH) FY 2013-2014 Annual Action Plan (Plan). The Plan is revised to reflect actual funding amounts received from HUD after ADOH submitted the initial Plan on May 15, 2013.

The following items in the Plan have changed and are submitted with this correspondence per your instructions.

- a. New form SF-424
- b. Pages 5 through 7, 11 through 15, 18 through 25

Should you have any questions, please call Andrew Rael, Assistant Deputy Director of Programs at (602) 771-1010.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael Traylor".

Michael Traylor
Director

enclosures

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EXECUTIVE SUMMARY

INTRODUCTION

The U.S. Department of Housing and Urban Development (HUD) requires all government entities receiving federal low-income housing and community development funds to prepare an Annual Action Plan.

The FY 2013 Action Plan is a one-year plan to address the low-income housing and community development needs in the state of Arizona, with a special focus on serving the small cities and rural areas of the state. It is the fourth year Action Plan in the implementation of the five-year Consolidated Plan for fiscal years 2010 to 2014. It consolidates the planning, application, and funding requirements for several programs funded by the U.S. Department of Housing and Urban Development: Community Development Block Grant (CDBG); HOME Investment Partnerships Program (HOME); Housing Opportunities for Persons with AIDS (HOPWA); and Emergency Solutions Grant (ESG). The Emergency Solutions Grant is administered by the Arizona Department of Economic Security. Also included in this plan is a description of the Continuum of Care planning process which is required for the distribution of HUD competitive Continuum of Care funding (formerly Shelter Plus Care and Supportive Housing Program).

Both the Consolidated Plan and the Action Plan are implemented by the Arizona Department of Housing (ADOH). The federal and state-funded housing and community development projects and programs described within the Action Plan are administered and implemented by ADOH, the Arizona Department of Economic Security (DES), units of local or regional government, or non-profit agencies.

BACKGROUND

Economic conditions in Arizona have generally improved over the past 12 months led by improvements in the housing market. Maricopa County leads the state in improved home values. For the first time in six years, the Maricopa County Assessor's Office is raising property values for single-family parcels in 2014. Home prices in the Phoenix area have increased 35% in the past year alone and new construction of homes has increased 71%. The median sales price for homes in Flagstaff from December 2012 to February 2013 was \$235,015. This represents an increase of 11.9% compared to the prior year. Tucson and Yuma have had slower gains. Unemployment remains high with a slight decrease from 9.0% to 7.9% from December of 2011 to December 2012.

ADOH is committed to the continual assessment of needs and economic conditions in Arizona to ensure that housing and infrastructure needs of the lowest income groups are met. Equally important to the formulation of investment decisions is the capacity of grant recipients to successfully carry out and operate each funded project.

Action Plan projections for formula and competitive HUD funds may be impacted by across-the-board budget cuts under sequestration that began March 1, 2013.

CITIZEN PARTICIPATION

ADOH staff encouraged citizen participation throughout the development of the Consolidated Plan by consulting local organizations, holding public meetings and encouraging public comment during the public review period. A public hearing was held on October 3, 2012 prior to drafting the 2013-2014 Action Plan to receive comments on housing and community development needs in the state. A draft of the 2013-2014

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Action Plan was made available to the public for comment for a 30 day period beginning April 1, 2013 and ending May 1, 2013. During this comment period a second public hearing will be held on April 18, 2013 to discuss the draft plan. Notices for the public hearings were posted on the ADOH website and advertised in the following papers at least 7 days prior to the meetings: Arizona Republic, Kingman Daily Miner, Arizona Daily Sun (Flagstaff), Yuma Sun and the Arizona Daily Star (Tucson). The same notices were sent by email to partner communities, counties, regional councils of government, non-profit and for-profit entities. ADOH staff formulated the objectives and outcomes that are briefly described below.

PRIORITY OBJECTIVES AND OUTCOMES

The State's priorities for the 2013 funding year include the following:

- Expand the supply of affordable rental housing for very low-income and extremely low-income households. Emphasize projects that assist families, seniors, and persons with disabilities and those experiencing homelessness.
- Ensure that all households in the state have adequate access to fair housing resources.
- Preserve and improve the long-term life of existing affordable rental housing stock.
 - Outcome – Provide funding toward the creation of 1,000 new rental units.
 - Outcome – Continue to ensure ADOH-funded rental units meet Uniform Physical Condition Standards (UCPS) through continuous monitoring and compliance.
 - Outcome – Provide rental assistance funds to approximately 9,000 qualified households throughout the state.
 - Outcome – Assist in the rehabilitation of approximately 300 affordable rental units during fiscal year 2010-2013.
- Improve the condition of existing single family residences to support the affordability and long term sustainability of decent, safe and sanitary owner occupied housing for low-income households.
- Preserve and improve the long-term life of existing affordable owner occupied housing stock.
 - Outcome – Provide funding to assist in the rehabilitation of approximately 75 owner occupied housing units during fiscal year 2013.
 - Outcome – Provide funding for the screening and remediation of Lead Paint Hazards thru owner occupied housing rehabilitation programs
 - Outcome – Continued requirements to incorporate green technologies and green retrofit wherever possible to support affordability and sustainability of single family owner occupied housing units.
 - Outcome – Promote incorporation of best practices of HUD Healthy Homes Initiative as part of rehabilitation efforts.

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- Encourage a range of services to help people move from homelessness to permanent housing and maintain independent living.
 - Outcome – Fund and support local supportive facilities to deliver housing, development and other services to a minimum of 2,500 low-income persons and priority populations throughout the state, including those at risk of homelessness.
 - Outcome – Support agencies, facilities and programs that will deliver supportive services to approximately 12,000 non-homeless special needs persons during the fiscal year 2013-2014. Part of the projected 12,000 special needs persons assisted includes 90 people who will receive assistance as a result of utilizing HOPWA funding.
- Improve infrastructure and physical environments through revitalization efforts to promote a sustainable community.
- Improve infrastructure and physical environments to promote sustainable and accessible communities.
- Improve the ADA accessibility of public facilities and services for priority populations.
- Encourage job training and employment opportunities.
 - Outcome – Provide funding assistance to a minimum of 13 infrastructure/public facility improvement projects including potable water delivery or wastewater treatment systems, roads/streets and flood drainage that will foster sustainable communities and positively affect an estimated 33,000 Arizona residents.
 - Outcome – Provide funding to projects enabling the accessibility of community buildings and services thru ADA accessibility improvements and positively affect an estimated 8,800 Arizona residents.
 - Outcome – Provide funding to projects that increase services to seniors, persons experiencing homelessness and other low-income priority populations.
- Continue coordination of services and collaboration to help people move from homelessness to permanent housing and maintain independent living.
- Increase the number of permanent supportive housing units for those experiencing homelessness and those who are chronically homeless while maintaining an adequate supply of transitional housing.
- Offer services and funding to help prevent people from becoming homeless and breaking the cycle of chronic homelessness.
- Participate in Continua of Care meetings in the Balance of State, Pima and Maricopa Counties for the purpose of planning and the provision of technical assistance
- Coordinate with State Departments of Education, Veterans Services, Economic Security, Behavioral Health, non-profit organizations and Arizona Coalition to End Homelessness on addressing homelessness in a coordinated and comprehensive manner in conjunction with the Governor’s Committee on Housing and Homelessness

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- Increase and preserve the supply of affordable housing for the elderly, disabled, and large families.
- Where appropriate encourage and provide supportive services for special needs populations.
- Improve accessibility, health and safety for existing and new housing
 - Outcome – If HUD funding permits, begin two new projects designed to increase the number of permanent supported housing units by 29 for Arizona’s homeless population.
 - Outcome – Produce housing units and support services that will benefit approximately 114,000 homeless persons during the fourth year of the consolidated planning period.
 - Outcome – Provide emergency assistance for rent, utilities, mortgage, etc. to a minimum of 250 households to help them avoid homelessness.

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RESOURCES AND PROGRAMS

In 2013, the State anticipates receiving approximately \$15,342,425 million in federal funding for the CDBG, HOME, ESG, and HOPWA programs.

Community Development Block Grant: \$9,560,059

The CDBG program provides funding to communities for a variety of activities that address community development conditions that threaten the health or welfare of the community, benefit low-income persons, or prevent or eliminate slums or blighted areas in the community.

ADOH plans to set aside two percent (\$191,201) of the gross allocation, plus \$100,000 (for a total of \$291,201) for costs associated with the administration of the program. ADOH will also set aside one percent of the total allocation (\$95,601) for providing technical assistance. Ten percent of the total grant award (\$956,006) will be set aside for Colonias applications.

The remaining funds in the amount of \$6,984,663 will be used as program funding to provide decent housing, suitable living environments, and economic opportunities in the small cities, towns, and rural areas of Arizona. Program funding will be delivered thru both competitive application and regional method of distribution as further described in the Method of Distribution section of this Action Plan.

Procedure for CDBG Funds Allocation:	Rounded +
Total Estimated 2013 CDBG HUD Funding	\$9,560,059
10% Colonias Set-Aside	\$956,006
1% TA Funds	\$95,601
2% + \$100,000 Admin Funds	\$291,201
Adjusted Total = Total	\$ 8,217,251
15% of Adjusted Total to be Allocated to SSP	\$1,232,588
85% of Adjusted Total to be Allocated to Rural COGs	\$6,984,663
	SFY2013 Allocation (FFY2013)
NACOG	23.06%
WACOG	30.01%
CAAG	27.26%
SEAGO	19.67%
	SFY2013 Allocation (FFY2013)
Rural COGs:	
NACOG	\$ 1,610,324
WACOG	\$ 2,096,436
CAAG	\$ 1,904,126
SEAGO	\$ 1,373,777
Total Allocation to Rural COGs	\$ 6,984,663

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HOME Investment Partnerships Program: \$4,357,825

The HOME program provides grants to states and local governments to fund local programs that support the construction of rental or ownership housing, or provide homeownership or rental assistance to low-income persons.

The State will use 90 percent (or \$3,922,043) of its HOME allocation for program funding to increase the availability/accessibility and affordability of decent housing and provide suitable living environments for low-income households. Ten percent (or \$435,782) of the grant funds will be for ADOH's administrative costs.

HOME Resources, Method of Distribution and Geographic Investment

Federal FY2013 HOME Funding Objectives by Activity		
Activity	Amount	%
State Administrative Costs	\$ 435,782	10
Project Funding:		
Rental/Transitional Housing Development	1,922,043	49
Owner-Occupied Housing Rehabilitation	2,000,000	51
Total Project Funding	\$ 3,922,043	90
Total Funding	\$ 4,357,825	100

Federal FY 2013 HOME Geographic Funding Objectives		
Geographic Area	Amount	%
State Administrative Costs (not for distribution):	435,782	10
Statewide CHDO set-aside:	653,674	15
METRO Area (Maricopa & Pima Counties):	743,227	75
CAAG Area (Gila & Pinal Counties):	688,752	
NACOG Area (Apache, Coconino, Navajo & Yavapai Counties):	818,333	
SEAGO Area (Cochise, Graham, Greenlee & Santa Cruz Counties):	350,567	
WACOG Area (La Paz, Mohave & Yuma Counties):	667,490	
SUB-TOTAL	\$ 4,357,825	

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Emergency Solutions Grant: \$1,203,097

ESG funds support Street Outreach services to homeless persons living on the streets, basic shelter and supportive services for homeless persons in the form of operation costs and direct services for homeless persons living in Temporary Emergency Shelters, funding for Homeless Prevention services to assist individuals and families at risk of losing housing and becoming homeless and Rapid Re-Housing support for individuals and families who are homeless and need assistance to return to housing and independent living. ESG funds also support HMIS data collection, information management and reporting systems and Administrative services necessary to coordinate grant activities.

The State will utilize this grant to increase the availability and accessibility of suitable living environments and housing options by providing a wide range of supportive services to persons experiencing homelessness or at risk of homelessness including Street Outreach Services, Temporary Emergency Shelter, Rapid Re-Housing and Homeless Prevention Services.

Housing Opportunities for Persons with AIDS: \$221,444

HOPWA funds provide housing and supportive services for persons with HIV/AIDS. These funds may go toward acquisition, rehabilitation, or new construction of housing units and may also fund rental assistance, facility operations, short-term homelessness prevention, medical and mental health services, chemical dependency treatment, nutritional services, case management, and other supportive services.

ADOH will utilize \$203,154 of this grant to increase the availability/accessibility and affordability of suitable living environments and decent housing through organizations that provide planning for housing needs, education, and access to essential community resources. Three percent (or \$6,772) will be retained by ADOH to cover administrative-related expenses of the program; grantees will be allowed to utilize seven percent of the grant money (up to \$15,801 in total) for grantee administration costs.

Neighborhood Stabilization Program 3: \$5 Million

ADOH received \$5 million in NSP3 funds from HUD which it is using to assist multi-family developments.

ADOH is investing approximately \$4,860,000 of its NSP3 Allocation in the redevelopment of foreclosed, vacant or blighted multifamily properties.

Other Resources

In addition to the above funding sources, the State makes available several other federal, state, and local resources in support of housing and community development activities. Other funding sources include:

- **State Housing Trust Fund (HTF).** As of the passing of Senate Bill 1616 in 2011, \$2,500,000 in Housing Trust Funds are available annually to assist with acquisition and rehabilitation or new construction of rental housing, and emergency shelter units, or rehabilitation of owner-occupied housing, as well as a range of other affordable housing-related activities.
- **McKinney-Vento.** ADOH is the collaborative applicant to HUD for the Balance of State Continuum of Care. Renewable in a competitive annual application, funds provide transitional and permanent supportive housing for individuals and families experiencing homelessness and are leveraged with social services from other sources. ADOH expects to administer approximately \$4.1 million in federal FY2013.
- **Low-Income Housing Tax Credits (LIHTC).** ADOH administers this federal tax credit that funds low-income housing rental development. The state receives approximately \$14 million in tax

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credit authority annually, which has an approximate market value of \$100 million over ten years. Since approximately \$7 million was forward allocated in 2012, ADOH expects to allocate approximately \$7 million for 2013. The market value of the tax credits depends on the syndication price of the tax credits, which fluctuates with the market.

- **Private Activity Bonds.** The Arizona Housing Finance Authority, under the provisions of HB 2615, may issue bonds for multi-family residential projects and bonds to finance residential dwelling units.
- **Economic Stimulus Programs.** The remaining stimulus/recovery funds being administered by ADOH are the National Foreclosure Mitigation Counseling Program, Neighborhood Stabilization Program 3, and Hardest Hit Fund Foreclosure Prevention Program. HPRP, NSP I, TCAP, TCEP and CDBG-R are fully expended.

EVALUATION OF PAST PERFORMANCE

Annually the ADOH submits a Consolidated Annual Performance and Evaluation Report (CAPER), which provides HUD with an update on progress toward meeting goals outlined in the Consolidated Plan and more specifically the Annual Action Plans. In the most recently available CAPER (Federal FY 2011), ADOH obligated \$344,280,374 to affordable housing and community development efforts from its HUD allocations, HTF, Low-Income Housing Tax Credit and Hardest Hit Fund Foreclosure Prevention programs. In its efforts to provide decent housing, sustainable living environments and expand economic opportunities, ADOH used CDBG, HOME, HOPWA, and HTF to invest in activities that helped to retain affordable housing stock, increased the availability of permanent housing that is affordable to low and moderate income individuals and provided supportive housing that includes structural features and services for persons with special needs. ADOH invested in activities that increase the availability of foreclosure counseling to all Arizonans while providing education on fair housing in compliance with the Fair Housing Act. It also provided technical assistance and support to encourage planning for the long term affordability, sustainability and revitalization of communities in the rural areas of the state.

Over the 2012 fiscal year, ADOH met its planning goals to provide and maintain decent affordable housing and sustainable living environments. ADOH spent millions of stimulus dollars toward creating sustainable homeownership and affordable rental units through its NSP1/NSP3 programs. Furthermore, the Arizona Housing Finance Authority utilized Mortgage Revenue Bonds and Mortgage Credit Certificates providing low-interest mortgage financing to stimulate and encourage homeownership in rural markets.

HOME funds, in combination with HTF, were used to invest in new or rehabilitated affordable rental projects and rehabilitated single family home units in order to increase the accessibility and availability as well as improve the sustainability of permanent housing that is affordable to low-and-moderate income individuals. In addition, ADOH directed CDBG funds toward revitalization activities that improved the safety and livability of deteriorating neighborhoods.

As lead agency for the Balance of State Continuum of Care, ADOH supports the planning, contract requirements and delivery of housing and services to meet the varying needs of people experiencing homelessness. In 2012, ADOH contracted with housing providers in Arizona's 13 non-metro counties (all but Pima and Maricopa) to provide 394 units of transitional and permanent housing through 30 housing programs. During 2012, Hope House, Fresh Start and Forward Step were awarded in 2013, adding 25 more units. Since 1995, ADOH has successfully applied through HUD's competitive process to secure millions of dollars each year for transitional and permanent housing programs in the balance of state region.

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Overall, ADOH actively aims for and efficiently implements the activities and strategies described in the Consolidated Plan and Annual Action Plans and continues to make a positive impact on identified needs within the state of Arizona.

PRIORITY OBJECTIVES

The 2010-2014 Consolidated Plan includes several priorities for activities over the five-year period. These priorities were divided into affordable housing, homeless prevention, special needs, and community development. The FY2013 Annual Action Plan will focus on the following priorities:

HOUSING PRIORITIES

- Expand the supply of affordable rental housing for very low-income and extremely low-income households. When possible, emphasize projects that assist families, seniors, persons with disabilities and those experiencing homelessness.
- Preserve and improve the long-term life of existing affordable rental housing stock.
- Preserve and improve the long-term life of existing affordable owner-occupied housing stock.
- Ensure that all households in the state have adequate access to fair housing resources.
- Improve the condition of existing single family residences to support the affordability and long term sustainability of decent, safe and sanitary owner occupied housing for low-income households.
- Preserve and improve the long-term life of existing affordable owner occupied housing stock.

HOMELESS PREVENTION PRIORITIES

- Target prevention services and funding to help prevent people most likely to become homeless from becoming homeless and to provide rapid re-housing to those who have become homeless in order to break the cycle of chronic homelessness.
- Strengthen the Balance of State Continuum of Care process by increasing participation in the regional meetings held three times a year in the five balance of state regions. Coordinate with state departments of Education, Veterans Services, Economic Security and the nonprofit Arizona Coalition to End Homelessness to address homelessness in a coordinated and comprehensive manner in conjunction with the Governor's Arizona Commission on Homelessness and Housing.
- Encourage a range of services to help people move from homelessness to permanent housing and maintain independent living.
- Continue coordination of services and collaboration to help people move from homelessness to permanent housing and maintain independent living.
- Increase the number of permanent supportive housing units for those experiencing homelessness and those who are chronically homeless while maintaining an adequate supply of transitional housing.

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- Offer services and funding to help prevent people from becoming homeless and breaking the cycle of chronic homelessness.
- Participate in Continua of Care meetings in the Balance of State, Pima and Maricopa Counties for the purpose of planning and the provision of technical assistance
- Coordinate with State Departments of Education, Veterans Services, Economic Security, Behavioral Health, non-profit organizations and Arizona Coalition to End Homelessness on addressing homelessness in a coordinated and comprehensive manner in conjunction with the Governor's Committee on Housing and Homelessness
- Increase and preserve the supply of affordable housing for the elderly, disabled, and large families.
- Where appropriate encourage and provide supportive services for special needs populations.
- Improve accessibility, health and safety for existing and new housing

SPECIAL NEEDS PRIORITIES

- Increase and preserve the supply of affordable housing available to large families and people who are elderly, disabled, and/or homeless.
- Improve housing accessibility and safety (existing and new).

COMMUNITY DEVELOPMENT PRIORITIES

- Improve the ADA accessibility of public facilities and services for priority populations.
- Encourage job training and employment opportunities.
- Improve infrastructure and physical environments through revitalization efforts to promote a sustainable community.

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METHOD OF DISTRIBUTION

This section describes the methods of distribution and geographic allocation of resources for CDBG, HOME, ESG, and HOPWA. The allocation of ADOH investments is as follows:

COMMUNITY DEVELOPMENT BLOCK GRANT METHOD OF DISTRIBUTION

The State expects to receive approximately \$9,560,059 in new CDBG resources in 2013.

CDBG Eligible Applicants

The State CDBG program is available to eligible units of local government, including cities, towns, and counties in rural areas. For purposes of this program, rural areas are those located outside of entitlement jurisdictions (those that receive CDBG funds directly from HUD). Entitlement jurisdictions in Arizona include all of Maricopa and Pima Counties, and the cities of Flagstaff, Prescott, and Yuma.

CDBG Eligible Activities

Eligible activities are generally found in Section 105 of the HUD Act of 1974, as amended, and at 24 CFR Part 570.482, as amended. CDBG funds can be used for a wide range of activities of which ADOH plans to utilize no less than 70 percent of the CDBG funds for activities that directly benefit persons of low- and moderate-income and no more than 30 percent toward addressing community blight or other urgent need activities. Those Activities listed in Appendix B of this document that have received a priority ranking of high or medium are eligible for funding under this Action Plan. Those activities generally fall under the following main funding categories:

- Public Facilities and Improvements (such as water, wastewater, or street improvements);
- Fire and Police Protection Facilities;
- Community/Supportive Housing Facilities (such as homeless/domestic violence facilities or senior centers);
- Public services (such as public safety or health care services);
- Housing (such as owner occupied or rental rehabilitation; or lead paint evaluation and reduction)
- Economic Development (tied to Job Creation or job retention) ;
- Neighborhood Revitalization and Redevelopment (such as historic preservation or demo and clearance of blighted property); and
- Planning and Capacity Building (such as comprehensive and community development plans or housing studies.)

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ADOH Administration

The State expects to retain \$291,201 of the FY2013 CDBG Allocation. This figure includes one percent (\$95,601) set aside for technical assistance and two percent plus \$100,000 (\$291,201 total) set aside for state administration. (This amount does not include the required two percent administration match.)

ADOH will provide the two percent required match in non-federal matching funds from two sources. These include “hard” match funds, i.e. state funds used to pay salaries and other operating expenses of the CDBG program and “in-kind” or “soft” match funds which represent staff time devoted to the CDBG program by individuals whose salaries are paid from non-federal sources. These personnel include those located in the Information Technology Division, Personnel, Procurement, Customer Liaison, the Assistant Deputy Director/Programs and Assistant Deputy Director/Operations. Soft match is tracked by employees on their time sheets.

CDBG Colonia Set Aside

According to Section 916 of the Cranston-Gonzalez Act of 1990, a “colonia” is any identifiable community that:

1. Is located within 150 miles of the border between the United States and Mexico, except within any standard metropolitan statistical area that has a population exceeding 1,000,000; and
2. Is designated by the state or county in which it is located as a colonia;
3. Is determined to be a colonia on the basis of objective criteria, including the lack of potable water supply, lack of adequate sewage systems, and lack of decent, safe, and sanitary housing; and
4. Was in existence and generally recognized as a colonia before the enactment of the National Affordable Housing Act of 1990.

HUD mandates the state expend at least 10 percent of its CDBG project allocation in the areas designated as colonias. The FY 2013 colonia set aside allocation is \$956,006. Colonia funding will be distributed through a competitive application process. ADOH will issue a funding notice once every two years to solicit projects located in eligible, designated colonias. All cities, towns, counties and tribal reservations that contain either geographically defined neighborhoods or unincorporated communities designated as colonias and that are eligible to receive CDBG colonia set aside funding through ADOH are eligible to apply for these funds. Under this funding ADOH is able to serve eligible designated colonia in Pima County, although the county is not eligible to receive other CDBG funds from ADOH. The funding notice will further outline the colonia set aside maximum project funding, application requirements as well as the scoring categories which will be designed to award projects for colonias demonstrating the greatest need due to severe water, sewer and housing issues. Other scoring categories will include but are not limited to: per capita benefit, effectiveness, cost reasonableness, project readiness, leveraged funds, past performance, capacity, and potential for direct/indirect benefits stemming from the project. An application for colonia set aside funds will not affect a jurisdiction's eligibility for other CDBG funding.

CDBG Colonia resources for Federal FY2012 and FY2013 will be combined and will be awarded through one competitive funding round announced thru a Notice of Funding Availability (NOFA) in FY2013. Water/Sewer infrastructure (delivery and/or treatment systems) and housing activities will be considered eligible colonia set aside projects for areas certified as designated colonia.

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Eighty-five (85) percent of the remaining amount of CDBG funds after allocations to administration, technical assistance, and the colonia set aside will be distributed into the Regional Account (RA). These funds will be used for housing, community development or public service projects listed on Appendix B that address a high- or medium-priority community development need.

The RA is first divided into four sub-accounts, one for each of the non-metropolitan Council of Governments (COG) areas: CAAG, NACOG, SEAGO, and WACOG. To determine the amount of CDBG funding allocated to each COG's sub account, the state uses a formula based on population and persons in poverty. The COG sub-accounts are determined by 1) multiplying the percentage of the total population of each COG by 30 percent; 2) multiplying the percentage of the total poverty population of COG by 70 percent; and 3) adding the products of the two.

Regional Account allocations are as follows:

- NACOG: \$1,610,324
- WACOG: \$2,096,436
- CAAG: \$1,904,126
- SEAGO: \$1,373,777

Each non-metropolitan COG region must create a regionally approved Method of Distribution (MOD) and submit it to ADOH for review. The MOD contains a multi-year schedule indicating how CDBG allocations are to be distributed such that all eligible communities within each respective COG region will receive funding. The multi-year schedule must include the funding years that each community in the region will receive funds and estimate the amount to be available. This will allow each community to plan its CDBG projects in advance. Deviations from rotation schedules whereby communities trade allocations is allowed but must be accomplished prior to submittal of the final MOD.

Each COG must submit its MOD to ADOH within 45 days of the Information Bulletin published by ADOH (announcing the COG's allocation by CDBG region) along with documentation that the MOD has been approved by formal action of the Regional Council. ADOH has the final authority to approve or deny each MOD.

After the MOD is determined, local governments must complete applications for funding and route them through the COG to ADOH. The COG reviews each application for completeness, priority project selection, and assists the community or county with rectifying any application deficiencies. The COGs have no discretion to reject applications and must forward all applications to the state. Only those communities and counties identified as eligible to receive funding in the current year MOD may submit an application, so no comparative analysis is necessary. Each COG will establish its own application procedures (letters of intent, etc.) and submission deadline for the compilation of applications to be forwarded to ADOH.

All applications for the Regional Account are due to ADOH by 4:00 P.M. on the following dates.

- NACOG and SEAGO – June 1, 2013
- WACOG and CAAG – July 2, 2013

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ADOH will attempt to review and make final award determinations for each application submitted within 90 days of receipt of all outstanding application issues. At the time of application each CDBG application amount must equal the allocation amount of the community then the highest priority project will be funded. Actual award of CDBG funds is contingent upon an application that is eligible, meets all application review thresholds, and is a state priority project. Recent decreases in federal CDBG allocations have reduced the funding amounts available to communities and, therefore, the number of projects that can be undertaken.

Performance Criteria for 2013-2014

Beginning with 2013-2014 ADOH will apply performance criteria to all communities that submit CDBG funding applications. ADOH recommends that individual communities submit only one (1) project application for the Regional Account during their funding cycle. ADOH recommends that counties submit no more than three (3) project applications. Applications/projects in excess of these amounts will be funded only if the following performance criteria are met on all CDBG contracts on the date the application is received by ADOH:

- a. All reporting required by the Department is up to date.
- b. All monitoring findings have been cleared.
- c. Recipient is compliant with all current contracts.
- d. Recipient is in conformance with all original contract Schedules of Completions or has obtained ADOH approvals for revisions or amendments to their Schedules of Completion.
- e. Recipient has no contract over the previous 3 years that has been extended more than once.
- f. For all previously funded projects environmental clearances have been obtained and scope of work has begun.
- g. Recipient has no current contracts in which project completion reports and data have not been submitted and accepted by the Department within 60 days of a final draw.
- h. Recipient has no contract in which funds have not been drawn for 9 months.

Recipients with contracts in their 24th or greater month:

- a. Performance: Scope of Work 100 percent complete and Contract Close-out Report received and approved.
- b. Expenditure Rates: CDBG Funds 100 percent expended or de-obligated.

CDBG State Special Projects Account

Fifteen (15) percent of the remaining amount of CDBG funds after allocations to administration, technical assistance, and the Colonias Set Aside will be distributed into the State Special Projects Account (SSP). All communities eligible to receive funding from the state CDBG program are eligible to apply for SSP funding. Each community is encouraged to submit one application. No more than two applications are allowed from the same community and they must be listed in priority. All first priority applications will be reviewed first with subsequent priority applications reviewed if sufficient funding is available, thereby allowing each community a chance to be funded.

Generally, any eligible CDBG activity in Appendix B from the categories listed below of the FY2013 Annual Action Plan that has received a priority ranking of high or medium may be undertaken with SSP funds. The only difference is that the SSP is competitive and all applications must demonstrate the project is ready to implement immediately.

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Eligible Categories are as follows:

- Public Facilities and Improvements
- Community/Supportive Housing Facilities
- Housing
- Economic Development
- Neighborhood Revitalization and Redevelopment

Applications submitted must propose all activities pursuant to 24 CFR 570 that are ready to begin implementation immediately with environmental review requirements completed, Release of Funds issued, land control secured, planning, design, and permitting complete, and all other related upfront issues resolved.

A NOFA will be released and will include the application form and applicable deadlines. Additionally the NOFA will indicate any variances in project eligibility, documentation requirements, etc. The 2013 funding for SSP grants is anticipated to be \$1,232,588

Projects will be selected for SSP funding through a competitive process in which applications are scored by a rating and ranking system that includes project need, per capita benefit, effectiveness, cost reasonableness, project readiness, leveraged funds, past performance, capacity, and potential for direct/indirect benefits stemming from the project. Projects must receive a minimum score of 75 points to be eligible for an award. The highest scoring applications that have also achieved the minimum score of 75 points will be awarded until SSP funding is exhausted.

Other CDBG Policies

CDBG Regional Account Recipient Community Responsibility

While CDBG money is scheduled to be provided to all eligible recipient regional account communities according to the above method of distribution, an actual award of CDBG funds is contingent upon passing the threshold and completeness review. Applicants must propose projects that are financially viable, necessary and feasible, ready to start, conform to compliance standards and result in benefit. Projects must adhere to contracted timeliness parameters. Projects must comply with the priorities communicated through this Annual Action Plan. Benefit to low-income persons, preventing or eliminating slum or blight, or meeting other urgent community needs must be measurable by the end of the approved contract timeframe.

Although the State does not define minimum and maximum investments, outcomes of activities must clearly demonstrate program results at the HUD national level.

Back-up applications will not be accepted. Applications reflective of the citizen participation process may be submitted only at the time of funding for that program year. ADOH will strive to make available technical assistance and support, both through its staff and its partners in the COGs. Further, through its pre-award assessment process, ADOH will strive to negotiate and resolve any outstanding issues that may be material to an award of funds decision. If issues material to the decision cannot be resolved, the recipient community will receive a Notice of Appealable Agency Action. It is the responsibility of each recipient community to submit a CDBG application with a request of funding equal to or less than the amount of the projected allocation in the MOD.

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Activity Beneficiaries

CDBG activities may serve beneficiaries residing in areas adjacent to non-entitlement area jurisdictions.

ADOH allocates CDBG funds to projects and programs that benefit residents of non-entitlement areas. A non-entitlement area is defined as an area which is not a metropolitan city or part of an urban county. In Arizona, this primarily means that Maricopa County, Pima County, Flagstaff, Prescott and Yuma are excluded.

In reviewing a non-entitlement area unit of local government's application for state CDBG funding, ADOH must determine that the applicant has identified the community development and housing needs of its non-entitlement area residents, and has demonstrated that the proposed activity will meet those needs. ADOH recognizes that CDBG activities that address the community development and housing needs of non-entitlement area residents may also benefit the residents of entitlement communities or residents of Indian reservations. In some cases, the most feasible or practical location for an eligible CDBG activity (such as for reasons of public transportation accessibility, maximizing accessibility to the greatest number of non-entitlement area beneficiaries, operational cost effectiveness, land/building availability, or engineering considerations) may be located on tribal land or in an entitlement community.

Therefore, the State offers the following clarification to the current CDBG funds allocation process:

- ADOH will review applications and allocate funding for CDBG activities consistent with the priorities, objectives, and the method of distribution as described in its 2010-2014 Consolidated Plan and as updated in its Action Plans.
- ADOH can allocate funds only to units of local government of non-entitlement areas.
- If a proposed activity will be initiated, conducted, operated, constructed/rehabilitated, repaired, replaced, or in any manner located in an entitlement area or on tribal lands, the application made by the non-entitlement area unit of local government must demonstrate benefit to residents of the non-entitlement area. Such documentation may include primary research, such as citizen/community surveys and market studies, which demonstrates that the activity will meet the needs of the residents of the non-entitlement area.
- If a proposed activity will be initiated, conducted, operated, constructed/rehabilitated, repaired, replaced, or in any manner located in an entitlement area or on tribal lands, the non-entitlement unit of local government must demonstrate that no other alternative will provide greater benefit to the residents of the non-entitlement area.
- Financial participation must be in proportion to the share of expected benefits residents will receive. Additionally, evidence of affirmative outreach to non-entitlement area residents must be demonstrated in the marketing and communication plans.

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Administration Expenses

Administrative expenses must directly relate to project activities. CDBG funds may be used to pay reasonable program administration costs related to the planning and execution of eligible activities funded in whole or in part by CDBG. Activities eligible under this category include citizen participation costs, fair housing activities, staff and overhead costs for project delivery, and grant administration.

A maximum of 18 percent of the aggregate total of all activities for which funding is requested can be charged to general administration and to eligible planning activities. If a community is implementing multiple activities, ADOH will enter into individual contracts for each activity; and each of the contracts will contain the general administration funds appropriate for and specific to that activity.

ADOH encourages all communities to apply for a reasonable and appropriate amount of administrative funding based on the activity type. ADOH also encourages communities to estimate a sufficient dollar amount for TAAP fees to allow the flexibility of increasing the level of assistance from the COG for both compiling the application and administering the project. Administrative funding will be awarded through the application and pre-award assessment process.

Communities must submit annual audits whether or not they received CDBG funds during the past year. This assists ADOH in determining whether technical assistance and guidance should be offered to the community, aiding it to implement a compliant CDBG project and avoiding future audit concerns.

Administration funds may be used by local governments and sub-recipients to pay for the proportionate share of an annual audit attributable to the expenditure of CDBG funds as documented by a written cost allocation plan.

CDBG Redistribution of Funds

If a community that is scheduled to receive funding chooses not to participate, or does not submit a viable and compliant application to ADOH, the allocation for that community will be returned to the SSP. If the funding amounts scheduled for a community exceeds funding requests included in the application, the balance will be redistributed to the SSP fund.

ADOH will re-distribute any recaptured funds or de-obligated funds. These funds will be distributed as follows:

Recaptured Funds

- Recapture is the action of removing funds from a contract due to one of the following two types of circumstances: 1) Recapture for non-compliance whereby ADOH determines that CDBG funds will be not used in compliance with the contract between ADOH and the recipient or in compliance with federal regulations; and 2) Recapture for non-performance whereby recipient fails to perform according to the performance criteria outlined in the contract scope of work, the contract schedule, and/or the performance criteria outlined in the text of the contract with ADOH.
- Recaptured funds will return to ADOH to be redistributed through the SSP account to the applicant next in line for funding.

This language must be included in all MODs submitted to ADOH.

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De-obligated Funds

De-obligation is the action of removing funds from a contract due to one of the following: 1) the scope of work is completed using less CDBG funds than anticipated and leaving an unexpended balance; 2) the original allocation was a loan and the loan was paid back; 3) an activity was changed or cancelled (for reasons other than performance) resulting in excess funding; and 4) program income is received that is not programmed for use.

De-obligated funds may be rolled into an existing or new contract of the same funding year from which the funds will be de-obligated if they can be put under contract within 60 days and used quickly. The community must have a positive performance record to be granted this approval.

If the above is not possible, the funds will return to ADOH to be redistributed through the SSP account to the applicant next in line for funding.

CDBG Urgent Needs Grant Applications

When proposing an activity that meets the urgent need national objective, the applicant must document that it has no other financial resources available to meet the need. Additionally, all activities that propose to meet the urgent need national objective must meet community development needs that: 1) have a particular urgency; 2) pose a serious, immediate threat to the health or welfare of the community; and 3) and are of recent origin.

2013 CDBG Projected Goals

In conjunction with State priorities, ADOH proposes to fund approximately Ten (10) projects associated with housing rehabilitation activities, twelve (12) public improvement projects, seven (7) public facilities, five (5) ADA improvement projects, and four (4) planning activities.

The State does not intend to assist non-entitlement units of general local government to apply for Section 108 guaranteed loan funds under 24 CFR part 270, subpart M.

HOME INVESTMENT PARTNERSHIPS PROGRAM METHOD OF DISTRIBUTION

The State expects to receive \$4,357,825 in new 2013 HOME resources.

Method of Distribution

The HOME method of distribution will be available statewide. ADOH makes available HOME funds through an application process. NOFAs are distributed throughout the year and include information describing the specific activities and amount of funding available for the activities for rental and homeownership housing development, including CHDO activities. Applicants will be received throughout the funding year and must meet threshold and underwriting criteria. Specific guidance is available in the State Housing Fund Summary and Application Guide which is updated on an annual basis and available on the ADOH website. Applicants that meet threshold, scoring, and underwriting guidelines will advance to a funding committee decision for final review and recommendation. The funding committee is comprised of ADOH staff, risk assessment officers, administrators, deputy director and director. The actual geographic distribution of resources will be based in the number of applications received. ADOH will not hold funding availability or make concessions with regard to program threshold or underwriting in order to guarantee funding activities in geographic regions. HOME loans will be provided as grants and loans.

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CHDO Method of Distribution

The HOME Community Housing Development Organization (CHDO) funds are distributed through the Rental Development Notice of Funds Available, which also funds non-CHDO organizations. ADOH makes every attempt to promote an equitable geographic distribution of funds.

HOME Geographic Funding Objectives

ADOH anticipates approximate allocations of funding to each region, shown below. The actual geographic distribution of resources will be based on the number and quality of applications received. ADOH will not hold funding available or make any concessions with regard to program thresholds or underwriting in order to guarantee the funding of activities within a specific geographic region.

- Statewide CHDO set-aside: \$653,674
- Metro Area (Maricopa and Pima Counties): \$743,227
- CAAG Region (Gila and Pinal Counties): \$688,752
- NACOG Region (Apache, Coconino, Navajo and Yavapai Counties): \$818,333
- SEAGO Region (Cochise, Graham, Greenlee and Santa Cruz): \$350,567
- WACOG Region (La Paz, Mohave and Yuma Counties): \$667,490

HOME Activity Funding Objectives

ADOH will allocate new funding to the following two activities in the approximate following amounts:

- Rental housing, including CHDO set-aside: \$1,922,000 (This is expected to be augmented by an anticipated \$2 million roll-over from previous years).
- Owner-occupied housing rehabilitation: \$2,000,000

It is anticipated that some funding in the approximate amount of \$2 million will be rolled over from previous HOME allocations and added to the Rental housing and CHDO set-aside.

HOME Application Process

The State will make available owner-occupied housing rehabilitation funds through a competitive application process. Notification of funds availability for HOME funds will be announced and will include information regarding project eligibility, maximum funding amounts, application requirements, etc.

Some of the HOME funds set-aside for rental development are expected to be utilized as gap financing in projects that are successful in securing a competitive Low-Income Housing Tax Credit (LIHTC) allocation. Any remaining funds may be made available through a competitive process. If CHDO funds remain available, a NOFA strictly for CHDO projects may be released.

Only applications that meet completeness requirements and minimum thresholds are considered for funding. Applications that meet minimum thresholds are underwritten based on the following criteria as relevant to the proposed activity: 1) market need/demand; 2) management/capacity; 3) budget/financial analysis; and 4) program design. Once it is determined that an application meets minimum underwriting standards, the application and underwriting results are forwarded to an ADOH funding panel for review. The funding

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review panel is comprised of senior ADOH staff members. Actual funding determinations are ultimately made at the sole discretion of the ADOH director.

ADOH will not utilize HOME resources for tenant-based rental assistance or for homeownership assistance in the form of down payment/closing cost or equity contributions. Additionally, the State does not intend to use HOME resources to refinance existing debt secured by multi-family housing that is being rehabilitated with HOME funds.

Performance Criteria for 2013-2014

Beginning with 2013-2014 ADOH will apply new performance “threshold” criteria. To be eligible to apply for State Housing Funds the applicant (and all of its team members, with the exception of the applicant’s consultant) must meet the following performance criteria on all SHF contracts on the date the application is received by ADOH:

- a. All reporting required by the Department is up to date.
- b. All monitoring findings have been cleared.
- c. Recipient is compliant with all current contracts.
- d. Recipient is in conformance with all original contract Schedules of Completions or has obtained ADOH approvals for revisions or amendments to their Schedules of Completion.
- e. For all previously funded projects environmental clearances have been obtained and scope of work has begun.
- f. Recipient has no current contracts in which project completion reports and data have not been submitted and accepted by the Department within 60 days of a final draw.
- g. Recipient has no contract in which funds have not been drawn for 9 months.

Recipients with contracts in their 24th or greater month:

- a. Performance: Scope of Work 100 percent complete and Contract Close-out Report received and approved.
- b. Expenditure Rates: HOME Funds 100 percent expended or de-obligated.

Other HOME Policies

Forms of Investment and Leveraging Funds

The investment of HOME funds will be provided to awarded recipients as grants and loans. No other forms of investment will be utilized for HOME funds.

With the HOME-funded rental development program, the applicant must directly invest a minimum dollar amount into the total project funding pool. Furthermore, for those HOME-funded programs that are designed as gap-financing products, the applicant must first obtain primary financing investments typically through a mortgage or construction loan provided by a banking/lending institution. These types of leveraged investment requirements allow limited HOME dollars to spread across the maximum number of projects/units.

HOME Match

The HOME program match liability is 25 percent (statutory requirement) of actual project expenditures during the program year, approximately \$1,173,753 million in 2013. The State currently has sufficient match that was carried over from previous years to meet its 2013 matching requirements. As needed, the State will supplement this with match funding from various sources.

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HOME Resale and Recapture Provisions

As outlined 24 CFR 92.254 of the HOME rule, there are provisions of resale or recapture. Although ADOH is not currently expending HOME funds for homebuyer activities, ADOH has chosen to use the recapture provision for HOME and/or matching funds to assist eligible homebuyers.

For homeownership programs, ADOH assistance shall be in the form of non-interest bearing, deferred payment loan secured by a deed of trust naming the state of Arizona as beneficiary. The assistance is forgiven upon completion of the affordability compliance period which is detailed in legal instruments associated with each homebuyer loan. If through voluntary sale the housing does not continue to be the principal residence of the homeowner for the duration of the affordability period, the assistance will be repaid in its entirety from the net sale proceeds. If the net sale proceeds are not sufficient to recapture the full amount of assistance plus enable the homeowner to recover the amount of their down payment, ADOH will share the net proceeds. The net proceeds are the sales price minus loan repayment amount (other than ADOH funds) and closing costs. ADOH will permit the homeowner to recover the homeowner's initial down payment before recapturing ADOH assistance. If during the period of affordability, the owner fails to occupy the housing as principal residence, the assistance will be repaid in its entirety. The amount of ADOH assistance that is subject to recapture is based on the amount of assistance that enabled the homeowner to purchase the dwelling unit. This includes any assistance that reduced the purchase price from a fair market value to an affordable price, but excludes the amount between the cost of producing the unit and the market value of the property (i.e. the development subsidy).

In the case of foreclosure or transfer in lieu of foreclosure, the lender is allowed to take the property without the affordability restrictions. As stipulated in the HOME regulations, ADOH will repay the HOME account if the assisted housing fails to meet the affordability requirements for the full affordability period without regard to the term of any loan or mortgage or the transfer of ownership, even in the event of foreclosure, transfer in lieu of foreclosure, or assignment to HUD.

HOME Security Instruments

Recapture restrictions shall be executed through one or more of the following instruments, depending on the type of first-mortgage instrument: 1) A due-on-sale provision inserted by a private mortgage lender with loan pre-payment penalties covering the amount of recapture as determined above. At the time of property transfer, pre-payment proceeds less processing costs due the state of Arizona shall be paid by the first mortgage lender. Due-on-sale provisions shall be executed through written agreements between the lender and the state of Arizona, and shall be accepted by the borrower at the time of first-mortgage loan origination; 2) land use restriction agreements and/or deed restrictions filed against the property acquired by the assisted homebuyer; and 3) deed of trust and promissory notes consistent with the non-interest HOME-financed loan filed on the property acquired by the assisted homebuyer.

Affirmatively Marketing, Fair Housing, and Minority Outreach (HOME Investments)

ADOH is committed to making every effort to ensure that HOME investments conform to affirmative marketing practices. ADOH has partnered with Socialserve.com for providing information on HOME and other federally-funded rental units. Socialserve.com is available in both English and Spanish and contains the equal housing opportunity logo on each webpage. Any publications produced by ADOH providing information on HOME-assisted rental units also are available in multiple languages and include the equal housing opportunity logo.

Through continuous compliance monitoring, ADOH ensures those properties that receive HOME investment funds are meeting the affirmative marketing and fair housing requirements. The monitoring inspections look for and verify that the HOME-assisted complexes have the equal housing opportunity logo clearly visible in the main office and are utilizing advertisements that include the equal housing opportunity

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logo or statement. In addition to being placed in general audience media sources, properties need to be advertised through a minority media outlet including newspapers, radio or television to actively market to minority populations. Complexes should have brochures and/or leaflets with unit information on site in the leasing office and distributed in various locations throughout the community.

In addition to reaching the general public and large numbers of minority populations, recipients of HOME funds need to perform specific outreach efforts to those who would benefit from the assisted units but may not know how to apply. ADOH monitors HOME recipients' marketing efforts to key community places including: local community organizations, places of worship, social service centers, employment centers, medical service centers and fair housing groups/advocate agencies.

If any area of affirmative marketing is not being performed, ADOH staff provides technical assistance to management and/or ownership as they work toward compliance with affirmative marketing, fair housing and minority outreach requirements.

Minority Business Outreach

ADOH requires all grantees to comply with procurement and labor standards requirements, including outreach to minority- and women-owned businesses. ADOH staff is available to provide technical assistance to any jurisdiction needing help identifying minority- or women-owned businesses. The State regularly compiles data on firms used by local jurisdictions to determine whether further outreach efforts are needed.

EMERGENCY SOLUTIONS GRANT METHOD OF DISTRIBUTION

The State expects to receive \$1,203,097 in FY2013 ESG resources. ESG Funding for Street Outreach Essential Services and Temporary Emergency Shelter will not exceed the greater of: (1) 60 percent of the recipient's fiscal year grant; or (2), the amount of FY 2010 grant funding allocated to homeless assistance activities.

Method of Distribution

Administration

The DES retains 7.5 percent, \$90,289 of the grant award for administrative costs.

Street Outreach Essential Services

Funding for Street Outreach Essential Services will be used to engage the un-housed homeless population and encourage individuals experiencing homelessness to enter into Temporary Emergency Shelter or Permanent Housing. These awards may be used for essential services that include engagement, case management and emergency health and mental health services. Street Outreach Essential Services provide pathways to Permanent Housing for individuals and families experiencing homelessness. A total of \$120,310 or 10 percent of available funding will be dedicated Street Outreach activities.

Street Outreach funds will be used to make, and continually develop, contact with unsheltered individuals and families who are experiencing homelessness and may be living in places not meant for human habitation. Providers will connect individuals with mainstream resources, conduct assessments, and develop case plans to the extent that is possible.

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Temporary Emergency Shelter

Temporary Emergency Shelter funding will be used to provide immediate, short-term shelter for individuals and families experiencing homelessness, conduct assessments to determine their level of need and develop housing stability case plans. Funds to support essential services are provided for individuals and families experiencing homelessness in order to promote independent living and self-sufficiency as rapidly as possible. Temporary Emergency Shelter funds may also be used to support shelter operations including maintenance, security, fuel, insurance, food and supplies. A total of \$463,485 or 38.5 percent of available funds will be dedicated for Emergency Shelter services.

Homelessness Prevention

Efforts to support Homeless Prevention activities in the 13 counties that make up the Balance of State will continue using FY11 - FY12 ESG funds. Collaboration with county and local ESG grantees in Maricopa and Pima Counties determined that these recipients were allocating the majority of their ESG funding to Homeless Prevention activities. In order to fill gaps in available Rapid Re-Housing activities, the State is directing 40 percent of ESG funding to Rapid Re-Housing programs in order to align with the State's housing priorities and maximize opportunities for the Rapid Re-Housing intervention.

Rapid Re-Housing

Rapid Re-Housing provides Housing Relocation and Stabilization and Financial Assistance services for homeless individuals and families including payments to housing owners, utility companies and other third parties for the following costs: rental application fees, security deposits, last month's rent, utility deposits, utility payments, including up to six months of rent and utility arrears to support homeless individuals and families in order to move as quickly as possible into permanent housing and to achieve stability in that housing. A total of \$481,543 or 40 percent of available funds will be dedicated to Rapid Re-Housing programs.

HMIS

Up to 4 percent, \$48,154 of the total ESG funding will be set aside annually to fund projects or service enhancements that will lead the State's Continuums of Care towards the ability to provide Centralized or Coordinated Intake, including tracking and reporting assessment data, provision of training to users and providing statewide data reporting to monitor program effectiveness.

Other

Ending Chronic Homelessness

DES may designate ESG funds for special projects targeting chronic homeless such as Project H3, and Project H3 Vets in Maricopa County and the 51 Homes project in Pima County which mirror the nationally recognized 100,000 Homes Campaign. Special project funding will be reserved for sustainable community based efforts and demonstration projects to address and ultimately end chronic homelessness.

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Target and Priority Populations

ESG funds provide services for individuals and families where the head of household has a primary nighttime residence that is a public or private place not meant for human habitation or is living in a publicly or privately operated shelter designated to provide temporary living arrangements; including congregate shelters, transitional housing and hotels or motels paid for by charitable organizations or by federal, state and local government programs. Sixty percent of ESG funds are intended to serve priority populations that meet one or more of the following criteria: individuals and families experiencing chronic homelessness, have a disability, are experiencing substance abuse issues, have been released from an institution or a substance abuse facility, is or has aged-out of child Foster Care, is a Youth 18 – 24 years of age, is a Veteran or is 62 years of age or older.

Other ESG Policies

ESG Match

ESG funds require a 100 percent match. Federal regulations allow the first \$100,000 expenditure of ESG to be unmatched. The total minimum match that will be provided for the ESG grant is \$1,103,857. Matching funds are provided in a variety of ways including any Federal source other than ESG as well as state, local and private sources of funding as long as the source of those funds does not prohibit those funds from being used to match ESG and ESG funds are not being used to satisfy the matching requirements. Matching funds can also include non-cash contributions that would have been allowable costs under ESG, services provided by individuals up to the value that the recipient organization would have had to pay for those services and program income used to pay for the costs otherwise eligible for ESG funding. Match Sources will include CSBG which provides rent and utility assistance, TANF which provides emergency housing, rent and utility assistance for families with children and LIHEAP which provides utility assistance. Sub-recipients will be required to track and report on amounts and use of these funds as well as cash, non-cash and In-Kind contributions.

ESG Contract Renewals

Updated budgets, certifications, and descriptions of activities to be funded by ESG will be submitted to the DES for the renewal period. The updated information submitted will be reviewed and approved, where necessary to assure compliance with ESG requirements.

The DES will award contracts through a competitive request for proposal (RFP) process. Proposals are reviewed by a panel comprised of internal staff, Continua of Care and Community partners. Proposals are assessed using the rating system published in each RFP. The rating system may include service methodology, experience and expertise, cost, and other factors deemed relevant.

ESG Geographic Funding Objectives

ESG funding will be targeted to provide Street Outreach Essential Services, Temporary Emergency Shelter Services, Homeless Prevention and Rapid Re-housing services and HMIS assistance statewide. ESG funds for Homeless Prevention will support activities in the 13 counties that make up the Balance of State.

Outcomes

In the FY2013, approximately 14,500 people are anticipated to be served using ESG funding for Emergency Shelter and Street Outreach Essential Services. Additionally, 250 - 350 households are expected to be served through Rapid Re-Housing activities.

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HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS METHOD OF DISTRIBUTION

The HOPWA allocation for FY2013 is \$221,444.

Administration

A total of 10 percent of the grant award will be used for administration. 3 percent will be used by ADOH and 7 percent will be used by project sponsors.

Program Activities

The remaining 90 percent of the grant award will be spent on direct service provision. ADOH will contract with housing providers to administer the HOPWA program within the 13 non-entitlement counties. Contracts will be reviewed annually, with additional proposals solicited as necessary. Project sponsors are selected by ADOH after extensive outreach efforts to local governmental entities, non-profits, and grassroots organizations.

In FY2013, ADOH will contract with Mohave County Community Services (MCCS), Northland Cares and Northern Arizona Regional Behavioral Health Authority (NARBHA) to administer the HOPWA program within six of the thirteen non-entitlement counties. MCCS and Northland Cares have been administering HOPWA for several years and administer the Ryan White funding in addition to HOPWA. NARBHA is a private, not-for-profit managed care corporation who was contracted by ADOH in 2012 to increase services in Navajo and Apache counties through tenant based rental assistance (TBRA).

Mohave County Community Services (MCCS) serves Mohave County with supportive services and TBRA. Northland Cares, a non-profit, grass-roots organization serves Coconino, Gila, and Yavapai counties with supportive services and short term rental, mortgage and utility assistance (STRMU). ADOH continues to explore the possibility of adding a provider for the southwestern part of the state when funding is available. With improvements in drug therapies and medical care reducing the number of deaths from AIDS, there are now more people living with the HIV disease than ever before.

Outcomes

In the FY2013, approximately 90 people are anticipated to be served using available HOPWA funds. Two thirds of the funding will be spent for housing assistance, most for tenant-based subsidies, while the remaining one third will be used for supportive services.

NEIGHBORHOOD STABILIZATION PROGRAM 1 METHOD OF DISTRIBUTION

ADOH received \$38.3 million in NSP1 funds which it used to assist multi-family and single family properties and is now fully expended.

Administration

ADOH is using \$1,457,738 (3.8%) for administration of the program.

Program Activities

ADOH established financing mechanisms for the purchase and redevelopment of foreclosed single-family homes and residential multi-family properties. For single-family properties ADOH invested \$36,912,466 into a statewide Soft Second Loan financing program used to assist homebuyers at or below 120% of Area Median Income in the purchase of foreclosed and vacant single family property with emphasis on those located in census tracts with a HUD foreclosure Risk Score of 7 or greater. For multi-family properties ADOH invested \$9,651,606 in the redevelopment of foreclosed and/or vacant and/or blighted multifamily

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properties; giving priority to properties in portfolios owned or guaranteed by HUD, Rural Development or other similar federal guarantors, as well as properties identified by Direct Grantees. ADOH directly selects for redevelopment foreclosed and/or vacant and/or blighted multifamily properties that are consistent with the preservation strategies outlined in the State's Fourth Year Annual Action Plan.

For NSP-assisted rental units, the required affordability period will be consistent with the requirements of the HOME program as described in Chapter 4 of the State Housing Fund Program Summary and Application Guide. ADOH will ensure continued affordability of multi-family units thru recording of conditional property use restrictions with a term equal to at minimum, the affordability requirements of the HOME program the term of which is based on the amount funds invested per unit. For NSP-assisted single family units, the required period will be consistent with the requirements of the HOME program as described in Chapter 3 of the State Housing Fund Program Summary and Application Guide: ADOH will secure financing mechanism assistance thru a Promissory Note and recorded Deed of Trust with a term equal to the affordability periods as defined by the HOME program which is based on the amount of assistance per unit. The recorded documents will ensure continued affordability of the assisted housing units. ADOH will allocate at least 25 percent of its NSP1 funding allocation to housing for individuals and families with incomes at or below 50 percent of the area median income. To specifically address local housing market conditions, ADOH may rehabilitate or redevelop abandoned or foreclosed residential property, and vacant or demolished residential property to meets is low income targeting goals.

Outcomes

It is anticipated that over 900 households will purchase homes and three multi-family projects will be assisted totaling approximately 200 units. Households having incomes less of 50% AMI or less will constitute at least 25% of the total assisted with NSP1.

NEIGHBORHOOD STABILIZATION PROGRAM 3 METHOD OF DISTRIBUTION

ADOH received 5 million in NSP3 funds from HUD which it is using to assist multi-family developments.

Administration

ADOH is using \$140,000 (2.8%) for administration of the program.

Program Activities

ADOH is investing approximately \$4,860,000 of its NSP3 Allocation in the redevelopment of foreclosed, vacant or blighted multifamily properties. ADOH will distribute its NSP3 funds in accordance with the requirements of Section 2301(c)(2) of HERA, as amended by the Recovery Act and the Dodd-Frank Act, so that NSP3 funds are distributed to the areas of greatest need, included those with the greatest percentage of home foreclosures, with the highest percentage of homes financed by a subprime mortgage related loan, and indentified by the State as likely to face a significant rise in the rate of home foreclosures.

After analyzing the market data collected from the various data sources, ADOH identified the areas that have the best potential to be NSP target areas. ADOH analyzed the supply of single and/or multi-family eligible properties vs. demand to adequately understand the potential challenges of each identified area. For example, target areas that could substantially promote the State's goals of increasing property values, decreasing the number of dilapidated and/or vacant units, enhancing affordability of housing, increasing availability of rental housing and building capacity of local developers, were placed at the top of the list.

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Target areas that were immediately identified, and that are listed on the State's Project Summary for NSP3 are as follows:

Florence, AZ; Casa Grande, AZ; Rio Rico, AZ; San Carlos, AZ; Kearny, AZ; Elvira, AZ; Tsaile, AZ; Tuba City, AZ; Golden Valley, AZ; Coolidge, AZ; Phoenix, AZ.

ADOH will allocate at least 25 percent of its NSP3 funding allocation to housing for individuals and families with incomes at or below 50 percent of the area median income. To specifically address local housing market conditions, ADOH may rehabilitate or redevelop abandoned or foreclosed residential property, and vacant or demolished residential property to meet its low income targeting goals.

ADOH directly selected for redevelopment two foreclosed, vacant or blighted multifamily properties that were consistent with the State's preservation strategies. These properties, 209 W. Jackson and 29 Palms are under construction.

In order to carry out this Activity, ADOH, to the maximum extent feasible, will provide for the hiring of employees who reside in the vicinity of the NSP3 projects or contract with small businesses that are owned and operated by persons residing in the vicinity of any such project. ADOH will look to information on existing local ordinances to address these requirements.

Outcomes

It is anticipated that three multi-family projects will be assisted totaling 300 units.

GEOGRAPHIC DISTRIBUTION OF FUNDS

The ADOH distributes funding across the state to many agencies under each of the program categories. Therefore, geographic distribution of activities is widely varied, but program funds are targeted for low-income persons and/or take place in or near a low-income area. The location of an activity largely depends on the type of activity.

As a function of its planning processes, the ADOH routinely considers economic and statistical data in its analysis. Arizona's areas of highest minority household concentration lie along Arizona's border with Mexico and on Arizona's 22 Indian reservations. ADOH directs all its resources statewide with the exception of HOPWA & CDBG.

Arizona is one of the four states with communities that meet the definition of colonias. HUD and the United States Department of Agriculture (USDA) define colonias as non-metropolitan, unincorporated neighborhoods and incorporated communities within 150 miles of the US-Mexico border in California, Arizona, New Mexico, and Texas that lack sewer, water or decent housing – or a combination of all three. Eligible colonias will be encouraged to participate in the application round for colonias set aside funding.

ADOH makes all of its programs available to eligible low- and moderate-income residents regardless of sex, race, religious background, or disability. As a result, all programs will be available to residents statewide through local governmental and non-profit organizations.

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REMOVAL OF BARRIERS TO AFFORDABLE HOUSING

The primary barrier to affordable housing development remains the gap between housing costs and incomes. Barriers to affordable housing are created by market, infrastructure, environmental, and governmental factors. Barriers may result in housing that is not affordable to low-income households or an inadequate supply of housing. Some potential barriers or constraints to the development of affordable housing that ADOH identified are as follows:

URBAN AREAS

- Availability of financing
- Limited funding
- High land cost/availability of land
- High labor and material costs
- Zoning
- Lack of infrastructure
- Lack of knowledge of fair housing laws

NON-URBAN AREAS

- Limited funding
- Wage gap
- Lack of employment opportunities
- Lack of infrastructure
- Availability of financing
- Lack of local capacity
- High land cost/availability of land
- Lack of knowledge of fair housing laws

ADOH is committed to removing or reducing barriers to affordable housing whenever possible and has recommended the following policies and actions to address barriers;

- Provide professional education and technical assistance to local governments to address barriers to housing affordability. ADOH staff in all program areas are available to provide technical assistance upon request. Additionally, ADOH offers training on housing and community related issues annually thru its Housing Forum held each September.
- Fund ongoing Fair Housing Education.

FOSTER AND MAINTAIN AFFORDABLE HOUSING

ADOH will continue to foster and maintain affordable housing in Arizona through multiple programs designed to provide low- and moderate income households with affordable and sustainable rental and ownership opportunities.

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INSTITUTIONAL STRUCTURE

PLAN IMPLEMENTATION

ADOH is a department of Arizona state government. ADOH is headed by a Governor-appointed director who oversees all activities of the agency, including the provisions of this plan. The activities prescribed in the plan are implemented primarily by partners, including local governmental entities (towns, cities, counties), public housing authorities, non-profit and for profit entities, and tribal entities. Awards of state and federal grants and loans are based on the ability of an entity to demonstrate the capacity to undertake eligible activities through a written application process. ADOH works in conjunction with the four COGs to develop a plan for the targeting and distribution of CDBG funds.

Non-Profit Agencies

ADOH provides funding to non-profit agencies located in Arizona that serve low-income households. These non-profits provide assistance for affordable low-income housing to special needs and homeless populations.

Private Sector

The private sector is an important collaborator in the services and programs associated with the federal grants for housing and community development. The private sector brings additional resources and expertise that can be used to supplement existing services or fill gaps in the system.

Lenders, affordable housing developers, business and economic development organizations, and private service providers offer a variety of assistance to residents such as health care, small business assistance, home loan programs, and supportive housing, among others.

Tribal Communities

The state of Arizona has 22 federally recognized tribes located within the conformed boundaries of the state. The tribes within Arizona are vastly different from one another and are recognized as self-governing entities that regulate laws under their respective tribal jurisdictions. Tribes in Arizona vary in size from the largest federally recognized tribe, Navajo Nation, which is located in four states that include Arizona, Utah, New Mexico, and Colorado, and totals 16 million acres and 280,000 in population. The smallest tribe in Arizona is the Tonto Apache, located in Payson with a current land base of 75 acres and a population of 122.

Within Arizona, 16 tribes currently receive a formula-driven grant known as the Indian Housing Block Grant for development and maintenance of existing housing. The formula-driven grant was enacted in 1996 and is based on various factors that include population, poverty, current assisted stock, and overcrowding conditions. These funds are received on an annual basis by the tribe or tribal-designated housing entity and can be used for a number of activities.

Arizona Public Housing Authority

ADOH operates the Arizona Public Housing Authority (PHA). Information derived from operating the PHA provides an accurate and recent view of public housing needs and trends for which planning efforts can be designed to address. The responsibilities entail administering a Housing Choice Voucher Program (HCVP) for Yavapai County. HCVP provides rental subsidy payments for approximately 124 very low-income households. Of the 124 vouchers, 35 are restricted to assist homeless veterans through the VASH Program. ADOH works closely with the Veterans Administration Medical Center to identify those in need. The Arizona PHA also has a competitively-awarded contract to operate the Section 8 project-based program throughout the state, which entails administering approximately 114 HUD-subsidized rental properties.

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Through this program, participating properties are subsidized, allowing very low-income tenants to pay approximately 30 percent of their incomes toward rent.

Coordination

ADOH is committed to continuing its participation and coordination with federal, state, regional, and local agencies, as well as with the private and non-profit sector, to serve the needs of low-income individuals and families in the community.

GAPS IN THE DELIVERY SYSTEM

The effectiveness of implementing activities by contracting with outside agencies is dependent upon the capacity of the agencies conducting the activities and the expertise of ADOH staff in administering the contracts. Each contract is assigned a Program Specialist to oversee the progress and distribute funding. The Program Specialist is the primary point of contact for the implementing agency. Gaps in delivery exist most often at the implementation level. ADOH staff works collaboratively with local contracting organizations to remove gaps in the delivery system of provision of services and successful completion of projects.

GAPS IN PUBLIC HOUSING

While ADOH and the PHA do not own or manage any public housing, the PHA has monitoring and compliance oversight of approximately 114 federally-financed properties (through a competitively awarded contract from HUD) and 124 Section 8 Housing Choice Vouchers. The HCVP administered by the agency is an extremely small program and one that requires in-kind contributions from the State to administer. ADOH encourages partnerships with local public housing authorities by making all of its resources available for them to access. ADOH will continue to encourage public housing authorities to develop new alternatives to public housing, as well as to preserve and modernize rental housing stock. In recent years, many public housing authorities have been increasingly successful in utilizing ADOH-administered housing tax credit resources for the expansion and preservation of housing stock.

ANTI-POVERTY STRATEGY

ADOH has an anti-poverty strategy that is based on revitalizing the state of Arizona's existing housing stock to provide safe and decent places to live, and supporting community organizations and local agencies that provide various services that promote income and housing stability.

ADOH's approach for reducing the number of poverty level families includes: (a) addressing the needs caused by poverty; (b) increasing the supply and availability of decent, safe, and affordable housing necessary for low income families; and (c) increasing the effectiveness of existing programs through better collaboration and increased efficiency of implementation. While ADOH is focused on the provision of affordable housing and needed community development programs and projects, especially in rural areas of Arizona, ADOH works with and encourages job retention, training, and creation through the use of programs by other state agencies, local jurisdictions and non-profit organizations.

Further, recognizing the collaborative relationship between affordable housing and human, social, and supportive services, ADOH has established – and continues to strengthen – partnerships with the DES, the Community Services Administration, the Family Assistance Administration, the Aging and Adult Administration, the Arizona Early Intervention Program, the Arizona Department of Health Services, the

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Arizona Health Care Cost Containment System, the Arizona Department of Veterans Services, the Arizona Commerce Authority and the Governor's Office for Children, Youth, and Families.

LEAD-BASED PAINT HAZARD REDUCTION

ADOH has adopted long-term goals to promote affordable housing and community development. These goals, as applied to lead-based paint hazards, become ADOH's lead-based paint strategy. Arizona's strategy objectives are:

- Collaborate with local cities and counties to reduce housing-related lead-based paint hazards, especially for low-income families and children.
- Review its residential rehabilitation guidelines to include a risk assessment for lead-based paint being part of every home inspection.
- ADOH will refer families with children to Arizona Department of Health Services, Office of Environmental Health for blood testing if lead-based paint is found in units proposed for rehabilitation.
- The Arizona Department of Health Services maintains the lead exposure registry for Arizona. The program develops lead poisoning prevention programs, investigates cases with elevated blood lead levels, and conducts educational outreach activities.

In recent years, ADOH has undertaken a wide range of activities to address the problem of lead-based paint in the housing stock. The Arizona Lead Poisoning Screening Coalition and the Arizona Department of Health Services recommends screening children six years of age and younger according to the Childhood Lead Poisoning Targeted Screening Plan. These steps will hopefully prove important in assuring the long-term health and stability of lower-income children who are living in substandard housing.

In FY2013, ADOH plans to fund lead-based paint hazard reduction primarily through housing rehabilitation programs for owners and renters.

MONITORING PLAN

The state of Arizona has developed a monitoring system to ensure that the activities carried out in furtherance of the Plan are done so in a timely manner in accordance with the federal monitoring requirements of 24 CFR 570.501(V) and 24 CFR 85.40 and all other applicable laws, regulations, policies, and sound management and accounting practices. The objectives of the monitoring plan are described in more detail in the 2010-2014 Consolidated Plan.

COMMUNITY DEVELOPMENT BLOCK GRANT MONITORING PLAN

ADOH staff conducts desk monitoring during all phases of each project based on a combination of a risk analysis and random sampling. Documented desk monitoring includes a detailed application review of national objectives, eligible activities, cost reasonableness, anti-speculation, citizen and public participation and certifications; requests for payment; environmental review; procurement and contracting; acquisition;

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construction bids/contracts; labor standards including weekly payrolls and employee interviews; Section 3; housing rehabilitation guidelines; homeownership assistance guidelines; and, sub-recipient agreements, closeout reports, and audits. Grantees are notified, in writing regarding result of the review, compliance and/or due dates for corrective steps.

Through the pre-award assessment process, recipients are informed of expectations and requirements of the contract and may require a contract set up meeting. Repeat recipients who have demonstrated good capacity for project delivery and expenditure may not require a contract set up meeting. Throughout the contract period, staff is available to provide technical assistance to the recipients as necessary.

In addition to desk review of documentation such as progress reports, procurement procedures, Environmental Review Records, etc., staff typically schedules at least one site visit for each recipient on an annual basis. However, for some CDBG projects it is unnecessary to perform more than one on-site monitoring due to the scope of the project (i.e. purchase of fire equipment or public service activities such as staffing salaries for a domestic violence shelter, etc.). Staff will also conduct an on-site monitoring visit as part of a contract close-out.

The on-site visit consists of a one- or two-day visit to the recipient agency to review records, inspect the project's progress in completing required activities, and meet with staff responsible for the project. On-site monitoring visits include the following components: entrance/exit conferences, documentation/file review, and viewing of the project (as applicable). Within 30 days of an on-site monitoring visit, staff will provide written monitoring comments to the recipient in the form of a follow-up letter. The letter includes, at a minimum, the date of review and those present during the review, results of the monitoring (satisfactory performance, concern, or finding), a statement describing the basis for each conclusion, instructions on what the recipient must do to address any area of concern or finding, and a deadline by which the recipient must respond. In extreme cases of noncompliance, staff must determine that an additional on-site monitoring visit is necessary before an issue can be adequately resolved. In all cases, staff will work with recipients to come to a satisfactory resolution.

HOME INVESTMENT PARTNERSHIPS PROGRAM MONITORING PLAN

ADOH staff conducts desk reviews and on-site monitoring of recipients of HOME funds to assure compliance with applicable laws, regulations, and policies that govern the program. During 2013, recipients will submit bi-monthly reports regarding the program/project progress, as well as federally-mandated reporting information such as matching contributions, contracts let to minority and women owned businesses, and statistics on any relocations.

As part of on-going technical assistance to recipients, staff is available to meet with recipients as necessary. Recipients who have not previously contracted with the ADOH for funding or who are engaging in a new activity may be required to attend a pre-contract meeting. Staff also makes themselves available for additional meetings and technical assistance visits as necessary throughout the open contract period.

In addition to reviewing bi-monthly reports, staff schedules at least one onsite visit for each recipient of HOME dollars on an annual basis. Since most HOME contracts are typically open from a period of 12 months to two years, most contracts will receive at least two monitoring visits – one of which is scheduled when the project or program is near or at completion. Each monitoring visit generally involves a one-to-two day visit to the recipient agency to review records, inspect the program/project's progress in completing required activities, and to meet with staff responsible for the HOME funded program/project.

On-site monitoring visits shall include the following components: entrance/exit conferences, documentation/file review, and viewing of the project (as applicable). Within 30 days of an on-site monitoring visit, staff will provide written monitoring comments to the recipient in the form of a follow-up

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letter. The letter shall, at a minimum, include date of review and those present during the review, results of the monitoring (satisfactory performance, concern, or finding), a statement describing the basis for each conclusion, instructions on what the recipient must do to address any area of concern or finding, and a deadline by which the recipient must respond. In extreme cases of non-compliance, staff shall determine that an additional on-site monitoring visit is necessary before an issue can be adequately resolved.

Staff will work with recipients to the greatest extent possible to come to a satisfactory resolution in areas where recipients are in non-compliance or when on-site monitoring visits have resulted in findings. Deadlines are set and recipients are expected to bring their program/project into compliance. ADOH exhausts all possible avenues to bring a recipient's contract into compliance, but the matter may be determined by the Department to be an "unresolved issue" or "out of compliance." Any recipient with an "unresolved" or "out of compliance" issue may be barred from further funding from the State Housing Fund program (HOME and/or Housing Trust Funds). A recipient who has been barred from future funding due to "unresolved" or "out of compliance" issues may appeal the decision in one of two ways: 1) by resolving the issue to the ADOH's satisfaction, or 2) providing a detailed plan of action in the area(s) of concern that describes the procedures to recipient put into place to alleviate any future possibility of non-compliance. ADOH, in its sole discretion, may reject such plans of action if it is deemed insufficient in alleviating the Department's concerns about future performance and compliance.

EMERGENCY SOLUTIONS GRANT MONITORING PLAN

The DES will review contracts and validate for environmental clearance prior to providing approval and expenditure and reimbursement of ESG funds. For new ESG agencies contracting with DES, an on-site visit will be conducted after the contract is awarded. ESG resources and program reports are monitored quarterly. Quarterly program reports attached to fiscal claims for reimbursement are designed to capture client data, average number of bed nights, activities, fiscal expenditures billed, and types, and sources of match. A formal desk review will be completed annually and a written report prepared with findings and recommendations identified for corrective actions, if necessary. At least every three years, each ESG provider will receive a monitoring site visit and a written report prepared with findings and recommendations for corrective actions, if necessary. Completion of corrective actions with specific timelines for completion are required and verified by DES.

HOUSING OPPORTUNITIES FOR PERSONS WITH AIDS MONITORING PLAN

ADOH contracts and monitors for compliance with annual performance relative to HOPWA requirements. On-site visits are conducted and program reports are required on an annual basis. Program reports are designed to capture client data and activities, while fiscal expenditures are billed monthly. Annually each HOPWA grantee receives an on-site monitoring visit and a written report with finding and corrective actions, if necessary. This visit also provides an opportunity for on-site programmatic technical assistance. Completion of corrective actions with specific timelines are required and verified by the Department.

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APPENDIX A – PUBLIC COMMENT AND RESPONSE

Public Participation

ADOH staff encouraged citizen participation throughout the development of the Consolidated Plan by consulting local organizations, holding public meetings and encouraging public comment during the public review period. A public hearing was held on October 3, 2012 prior to drafting the 2013-2014 Action Plan to receive comments on housing and community development needs in the state. A draft of the 2013-2014 Action Plan was made available to the public for comment for a 30 day period beginning April 1, 2013 and ending May 1, 2013. During this comment period a second public hearing was held on April 18, 2013 to discuss the draft plan. Notices for the public hearings were posted on the ADOH website and advertised in the following papers at least 7 days prior to the meetings: Arizona Republic, Kingman Daily Miner, Arizona Daily Sun (Flagstaff), Yuma Sun and the Arizona Daily Star (Tucson). The same notices were sent by email to partner communities, counties, regional councils of government, non-profit and for-profit entities. ADOH staff formulated the objectives and outcomes that are briefly described below.

Public Comment and Response

No written comments were received.

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APPENDIX B – PRIORITY FOR FIVE-YEAR GOALS

Activity	Priority	Five-Year Goal
Public Facilities and Improvements		
Water system improvements	High	7 projects
Wastewater system improvements	High	7 projects
Solid waste disposal facilities and equipment	Low	-
Road/street improvements	High	10 projects
Flood and drainage improvements	High	5 projects
Other Public or Privately owned utilities	Medium	1 project
Fire and Police Protection Facilities		
Fire/police station construction	Medium	1 project
Fire trucks	Medium	2 projects
Firefighting equipment	Medium	2 projects
ADA/ROB Accessibility Improvements for Fire/Police station facilities	medium	1 project
Community/Supportive Housing Facilities		
DA/ROB improvements as a standalone activity for any community/supportive housing facility (including parks, playgrounds etc. and libraries, youth centers, community centers etc.)	High	5 projects
Parks, Playgrounds and other Recreational Facilities (for use by local residents)	Low	-
Libraries	Low	-
Community Facilities (e.g. Community Center, Sr. Center,)	Medium	7 projects
Other Neighborhood facility (e.g. youth center, Library)	Low	-
Senior centers	High	6 projects
Social service centers	Low	-
Food banks	Medium	1 project
Physical or psychological disabilities facilities	Medium	1 project
Homeless facilities	High	1 project
Supportive housing facilities (DV shelters, halfway houses, housing for disaster victims, hospitals, etc.)	Medium	1 project

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Activity	Priority	Five-Year Goal
Public Services		
Child care	Low	-
Health care	Medium	2 projects
Public safety services	Medium	2 projects
Fair housing activities	High	3 projects
Services for seniors	High	3 projects
Services for homeless persons	High	3 projects
Equipment used in the provision of any of the above services	High	3 projects
Emergency assistance (utility, rent, mortgage) not to exceed a single 3 month period	High	3 project
Large-print books, tapes, and audio visual for adults with severe disabilities	Low	-
Lead hazard screening	High	3 projects
Housing		
Owner-occupied housing rehabilitation	High	25 projects
Rental housing rehabilitation	High	2 project
New Rental Housing	Medium	3 projects
Public housing rehabilitation and modernization	Low	3 projects
Homeownership assistance (DPA, closings costs, counseling, interest rate write downs, etc.)	Low	-
Construction of new housing by a CBDO	Low	-
Lead-based paint evaluation or reduction (as part of OOHR)	High	10 projects
Rapid Re-housing	Medium	1000 persons
Economic Development (tied to job creation or retention)		
Direct assistance to for-profits (businesses)	Medium	1 project
Economic development services	Medium	1 project
Micro-enterprise assistance (businesses)	Medium	1 project
Neighborhood Revitalization and Redevelopment		
Historic preservation	Medium	2 projects
Acquisition, disposition, clearance, or demolition of real property (specific criteria apply)	Medium	1 project
Commercial/industrial rehabilitation	Medium	2 projects

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Activity	Priority	Five-Year Goal
Planning and Capacity Building		
Comprehensive Plans	Med	1 projects
Community development plans	Medium	2 projects
Housing plans and other such functional plans in certain areas (land use, transportation, historic preservation etc.)	High	5 projects
Neighborhood revitalization strategy	Med	1 project
Policy, planning, management, and capacity building activities	Medium	1 project

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APPENDIX C – SF-424



SF 424

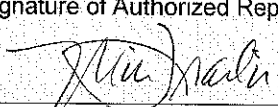
The SF 424 is part of the CPMP Annual Action Plan. SF 424 form fields are included in this document. Grantee information is linked from the 1CPMP.xls document of the CPMP tool.

SF 424

Complete the fillable fields (blue cells) in the table below. The other items are pre-filled with values from the Grantee Information Worksheet.

Date Submitted June 14, 2013	Applicant Identifier	Type of Submission	
Date Received by state	State Identifier	Application	Pre-application
Date Received by HUD	Federal Identifier	<input type="checkbox"/> Construction	<input type="checkbox"/> Construction
		X <input type="checkbox"/> Non Construction	<input type="checkbox"/> Non Construction
Applicant Information			
Jurisdiction Arizona Department of Housing		UOG Code	
Street Address Line 1: 1110 E. Washington St. Ste 310		Organizational DUNS	08670448
Street Address Line 2		Organizational Unit State Government	
City Phoenix	Arizona	Department Housing	
ZIP 85007	Country U.S.A.	Division	
Employer Identification Number (EIN):		County Maricopa	
86-6004791		Program Year Start Date (MM/DD) July 1, 2013	
Applicant Type: A		Specify Other Type if necessary:	
Local Government: Township		Specify Other Type	
		U.S. Department of Housing and Urban Development	
Program Funding			
Catalogue of Federal Domestic Assistance Numbers; Descriptive Title of Applicant Project(s); Areas Affected by Project(s) (cities, Counties, localities etc.); Estimated Funding			
Community Development Block Grant		14.218 Entitlement Grant	
CDBG Project Titles Community Development		Description of Areas Affected by CDBG Project(s) Non Metro State AND METRO STATE	
\$CDBG Grant Amount \$9,560,059	\$Additional HUD Grant(s) Leveraged 0	Describe	
\$Additional Federal Funds Leveraged 0		\$Additional State Funds Leveraged 0	
\$Locally Leveraged Funds 0		\$Grantee Funds Leveraged 0	
\$Anticipated Program Income 0		Other (Describe)	
Total Funds Leveraged for CDBG-based Project(s) \$9,560,059			
Home Investment Partnerships Program		14.239 HOME	
HOME Project Titles Housing Rehab/Rental Housing		Description of Areas Affected by HOME Project(s) Non Metro State	
\$HOME Grant Amount \$4,357,825	\$Additional HUD Grant(s) Leveraged 0	Describe	
\$Additional Federal Funds Leveraged 0		\$Additional State Funds Leveraged 0	
\$Locally Leveraged Funds 0		\$Grantee Funds Leveraged 0	

\$Anticipated Program Income 0		Other (Describe)	
Total Funds Leveraged for HOME-based Project(s) \$4,357,825			
Housing Opportunities for People with AIDS		14.241 HOPWA	
HOPWA Project Titles Housing Assistance		Description of Areas Affected by HOPWA Project(s) Non Metro State	
\$HOPWA Grant Amount \$ 221,444	\$Additional HUD Grant(s) Leveraged 0	Describe	
\$Additional Federal Funds Leveraged 0		\$Additional State Funds Leveraged 0	
\$Locally Leveraged Funds 0		\$Grantee Funds Leveraged 0	
\$Anticipated Program Income 0		Other (Describe)	
Total Funds Leveraged for HOPWA-based Project(s) \$ 221,444			
Emergency Shelter Grants Program		14.231 ESG	
ESG Project Titles Housing Assistance		Description of Areas Affected by ESG Project(s) Non Metro State	
\$ESG Grant Amount \$1,203,097	\$Additional HUD Grant(s) Leveraged 0	Describe	
\$Additional Federal Funds Leveraged 0		\$Additional State Funds Leveraged 0	
\$Locally Leveraged Funds 0		\$Grantee Funds Leveraged 0	
\$Anticipated Program Income 0		Other (Describe)	
Total Funds Leveraged for ESG-based Project(s) \$1,203,097			
Congressional Districts of: AZ-001,2,3,4,5,6,7,8		Is application subject to review by state Executive Order 12372 Process?	
Applicant Districts	Project Districts		
Is the applicant delinquent on any federal debt? If "Yes" please include an additional document explaining the situation.		<input type="checkbox"/> Yes	This application was made available to the state EO 12372 process for review on DATE
		<input checked="" type="checkbox"/> No	
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	<input type="checkbox"/> N/A	Program has not been selected by the state for review

Person to be contacted regarding this application		
First Name Michael	Middle Initial	Last Name Traylor
Title Director	Phone 602-771-1007	Fax 602-771-1002
eMail michael.traylor@azhousing.gov	Grantee Website www.azhousing.gov	Other Contact
Signature of Authorized Representative 		Date Signed 6-10-13

STATE CERTIFICATIONS

In accordance with the applicable statutes and the regulations governing the consolidated plan regulations, the State certifies that:

Affirmatively Further Fair Housing -- The State will affirmatively further fair housing, which means it will conduct an analysis of impediments to fair housing choice within the state, take appropriate actions to overcome the effects of any impediments identified through that analysis, and maintain records reflecting that analysis and actions in this regard.

Anti-displacement and Relocation Plan -- It will comply with the acquisition and relocation requirements of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended, and implementing regulations at 49 CFR 24; and it has in effect and is following a residential anti-displacement and relocation assistance plan required under section 104(d) of the Housing and Community Development Act of 1974, as amended, in connection with any activity assisted with funding under the CDBG or HOME programs.

Anti-Lobbying -- To the best of the State's knowledge and belief:

1. No Federal appropriated funds have been paid or will be paid, by or on behalf of it, to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with the awarding of any Federal contract, the making of any Federal grant, the making of any Federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any Federal contract, grant, loan, or cooperative agreement;
2. If any funds other than Federal appropriated funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with this Federal contract, grant, loan, or cooperative agreement, it will complete and submit Standard Form-LLL, "Disclosure Form to Report Lobbying," in accordance with its instructions; and
3. It will require that the language of paragraphs 1 and 2 of this certification be included in the award documents for all subawards at all tiers (including subcontracts, subgrants, and contracts

under grants, loans, and cooperative agreements) and that all subrecipients shall certify and disclose accordingly.

Authority of State -- The submission of the consolidated plan is authorized under State law and the State possesses the legal authority to carry out the programs under the consolidated plan for which it is seeking funding, in accordance with applicable HUD regulations.

Consistency with plan -- The housing activities to be undertaken with CDBG, HOME, ESG, and HOPWA funds are consistent with the strategic plan.

Section 3 -- It will comply with section 3 of the Housing and Urban Development Act of 1968, and implementing regulations at 24 CFR Part 135.



Signature/Authorized Official

5-8-13

Date

DIRECTOR

Title

Specific CDBG Certifications

The State certifies that:

Citizen Participation -- It is in full compliance and following a detailed citizen participation plan that satisfies the requirements of 24 CFR §91.115 and each unit of general local government that receives assistance from the State is or will be following a detailed citizen participation plan that satisfies the requirements of 24 CFR §570.486.

Consultation with Local Governments -- It has or will comply with the following:

1. It has consulted with affected units of local government in the nonentitlement area of the State in determining the method of distribution of funding;
2. It engages in or will engage in planning for community development activities;
3. It provides or will provide technical assistance to units of local government in connection with community development programs; and
4. It will not refuse to distribute funds to any unit of general local government on the basis of the particular eligible activity selected by the unit of general local government to meet its community development needs, except that a State is not prevented from establishing priorities in distributing funding on the basis of the activities selected.

Local Needs Identification -- It will require each unit of general local government to be funded to identify its community development and housing needs, including the needs of low-income and moderate-income families, and the activities to be undertaken to meet these needs.

Community Development Plan -- Its consolidated housing and community development plan identifies community development and housing needs and specifies both short-term and long-term community development objectives that have been developed in accordance with the primary objectives of Title I of the Housing and Community Development Act of 1974, as amended. (See 24 CFR 570.2 and 24 CFR part 570)

Use of Funds -- It has complied with the following criteria:

1. Maximum Feasible Priority. With respect to activities expected to be assisted with CDBG funds, it certifies that it has developed its Action Plan so as to give maximum feasible priority to activities which benefit low and moderate income families or aid in the prevention or elimination of slums or blight. The Action Plan may also include activities which the grantee certifies are designed to meet other community development needs having a particular urgency because existing conditions pose a serious and immediate threat to the health or welfare of the community, and other financial resources are not available);
2. Overall Benefit. The aggregate use of CDBG funds including section 108 guaranteed loans during program year(s) 199 , , and . (a period specified by the grantee consisting of one, two, or three specific consecutive program years), shall principally benefit persons of low and moderate income in a manner that ensures that at least 70 percent of the amount is expended for activities that benefit such persons during the designated period;

3. Special Assessments. The state will require units of general local government that receive CDBG funds to certify to the following:

It will not attempt to recover any capital costs of public improvements assisted with CDBG funds including Section 108 loan guaranteed funds by assessing any amount against properties owned and occupied by persons of low and moderate income, including any fee charged or assessment made as a condition of obtaining access to such public improvements.

However, if CDBG funds are used to pay the proportion of a fee or assessment that relates to the capital costs of public improvements (assisted in part with CDBG funds) financed from other revenue sources, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than CDBG funds.

It will not attempt to recover any capital costs of public improvements assisted with CDBG funds, including Section 108, unless CDBG funds are used to pay the proportion of fee or assessment attributable to the capital costs of public improvements financed from other revenue sources. In this case, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than CDBG funds. Also, in the case of properties owned and occupied by moderate-income (not low-income) families, an assessment or charge may be made against the property for public improvements financed by a source other than CDBG funds if the jurisdiction certifies that it lacks CDBG funds to cover the assessment.

Excessive Force -- It will require units of general local government that receive CDBG funds to certify that they have adopted and are enforcing:

1. A policy prohibiting the use of excessive force by law enforcement agencies within its jurisdiction against any individuals engaged in non-violent civil rights demonstrations; and
2. A policy of enforcing applicable State and local laws against physically barring entrance to or exit from a facility or location which is the subject of such non-violent civil rights demonstrations within its jurisdiction;

Compliance With Anti-discrimination laws -- The grant will be conducted and administered in conformity with title VI of the Civil Rights Act of 1964 (42 USC 2000d), the Fair Housing Act (42 USC 3601-3619), and implementing regulations.

Compliance with Laws -- It will comply with applicable laws.



Signature/Authorized Official

5-8-13

Date

DIRECTOR

Title

Specific HOME Certifications

The State certifies that:

Tenant Based Rental Assistance -- If it intends to provide tenant-based rental assistance:

The use of HOME funds for tenant-based rental assistance is an essential element of the State's consolidated plan.

Eligible Activities and Costs -- It is using and will use HOME funds for eligible activities and costs, as described in 24 CFR § 92.205 through §92.209 and that it is not using and will not use HOME funds for prohibited activities, as described in §92.214.

Appropriate Financial Assistance -- Before committing any funds to a project, the State or its recipients will evaluate the project in accordance with the guidelines that it adopts for this purpose and will not invest any more HOME funds in combination with other Federal assistance than is necessary to provide affordable housing;



Signature/ Authorized Official

5-8-13

Date

DIRECTOR

Title

HOPWA Certifications

The State HOPWA grantee certifies that:

Activities -- Activities funded under the program will meet urgent needs that are not being met by available public and private sources.

Building -- Any building or structure assisted under the program shall be operated for the purpose specified in the plan:

1. For at least 10 years in the case of any building or structure purchased, leased, rehabilitated, renovated, or converted with HOPWA assistance,
2. For at least 3 years in the case of assistance involving non-substantial rehabilitation or repair of a building or structure.



Signature/Authorized Official

5-8-13
Date

DIRECTOR
Title

APPENDIX TO CERTIFICATIONS

INSTRUCTIONS CONCERNING LOBBYING REQUIREMENTS:

A. Lobbying Certification

This certification is a material representation of fact upon which reliance was placed when this transaction was made or entered into. Submission of this certification is a prerequisite for making or entering into this transaction imposed by section 1352, title 31, U.S. Code. Any person who fails to file the required certification shall be subject to a civil penalty of not less than \$10,000 and not more than \$100,000 for each such failure.

ESG Certifications

Each State that seeks funding under the Emergency Solutions Grants Program must provide the following certifications:

Matching Funds – The State will obtain any matching amounts required under 24 CFR 576.201 in a manner so that its subrecipients that are least capable of providing matching amounts receive the benefit of the exception under 24 CFR 576.201(a)(2).

Discharge Policy – The State will establish and implement, to the maximum extent practicable and where appropriate, policies and protocols for the discharge of persons from publicly funded institutions or systems of care (such as health care facilities, mental health facilities, foster care or other youth facilities, or correction programs and institutions) in order to prevent this discharge from immediately resulting in homelessness for these persons.

Confidentiality – The State will develop and implement procedures to ensure the confidentiality of records pertaining to any individual provided family violence prevention or treatment services under any project assisted under the ESG program, including protection against the release of the address or location of any family violence shelter project, except with the written authorization of the person responsible for the operation of that shelter.

The State will ensure that its subrecipients comply with the following criteria:

Major rehabilitation/conversion – If an emergency shelter's rehabilitation costs exceed 75 percent of the value of the building before rehabilitation, the building will be maintained as a shelter for homeless individuals and families for a minimum of 10 years after the date the building is first occupied by a homeless individual or family after the completed rehabilitation. If the cost to convert a building into an emergency shelter exceeds 75 percent of the value of the building after conversion, the building will be maintained as a shelter for homeless individuals and families for a minimum of 10 years after the date the building is first occupied by a homeless individual or family after the completed conversion. In all other cases where ESG funds are used for renovation, the building will be maintained as a shelter for homeless individuals and families for a minimum of 3 years after the date the building is first occupied by a homeless individual or family after the completed renovation.

Essential Services and Operating Costs – If ESG funds are used for shelter operations or essential services related to street outreach or emergency shelter, the subrecipient will provide services or shelter to homeless individuals and families for the period during which the ESG assistance is provided, without regard to a particular site or structure, so long the applicant serves the same type of persons (e.g., families with children, unaccompanied youth, veterans, disabled individuals, or victims of domestic violence) or persons in the same geographic area.

Renovation – Any renovation carried out with ESG assistance shall be sufficient to ensure that the building involved is safe and sanitary.

Supportive Services – The subrecipient will assist homeless individuals in obtaining permanent housing, appropriate supportive services (including medical and mental health treatment, counseling, supervision, and other services essential for achieving independent living), and other Federal State, local, and private assistance available for such individuals.

Homeless Persons Involvement – To the maximum extent practicable, the subrecipient will involve, through employment, volunteer services, or otherwise, homeless individuals and families in constructing, renovating, maintaining, and operating facilities, in providing services assisted under the ESG program, and in providing services for occupants of facilities assisted ESG.

Consolidated Plan – All activities the subrecipient undertakes with assistance under ESG are consistent with the State's current HUD-approved consolidated plan.

Clarence H. Carter
Signature/Authorized Official

4/25/13
Date

Director, Arizona Department of Economic Security
Title

STATE CERTIFICATIONS

In accordance with the applicable statutes and the regulations governing the consolidated plan regulations, the State certifies that:

Affirmatively Further Fair Housing -- The State will affirmatively further fair housing, which means it will conduct an analysis of impediments to fair housing choice within the state, take appropriate actions to overcome the effects of any impediments identified through that analysis, and maintain records reflecting that analysis and actions in this regard.

Anti-displacement and Relocation Plan -- It will comply with the acquisition and relocation requirements of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended, and implementing regulations at 49 CFR 24; and it has in effect and is following a residential anti-displacement and relocation assistance plan required under section 104(d) of the Housing and Community Development Act of 1974, as amended, in connection with any activity assisted with funding under the CDBG or HOME programs.

Anti-Lobbying -- To the best of the State's knowledge and belief:

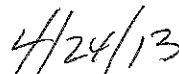
1. No Federal appropriated funds have been paid or will be paid, by or on behalf of it, to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with the awarding of any Federal contract, the making of any Federal grant, the making of any Federal loan, the entering into of any cooperative agreement, and the extension, continuation, renewal, amendment, or modification of any Federal contract, grant, loan, or cooperative agreement;
2. If any funds other than Federal appropriated funds have been paid or will be paid to any person for influencing or attempting to influence an officer or employee of any agency, a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with this Federal contract, grant, loan, or cooperative agreement, it will complete and submit Standard Form-LLL, "Disclosure Form to Report Lobbying," in accordance with its instructions; and
3. It will require that the language of paragraphs 1 and 2 of this certification be included in the award documents for all subawards at all tiers (including subcontracts, subgrants, and contracts under grants, loans, and cooperative agreements) and that all subrecipients shall certify and disclose accordingly.

Authority of State -- The submission of the consolidated plan is authorized under State law and the State possesses the legal authority to carry out the programs under the consolidated plan for which it is seeking funding, in accordance with applicable HUD regulations.

Consistency with plan -- The housing activities to be undertaken with CDBG, HOME, ESG, and HOPWA funds are consistent with the strategic plan.

Section 3 -- It will comply with section 3 of the Housing and Urban Development Act of 1968, and implementing regulations at 24 CFR Part 135.


Signature/Authorized Official


Date

Director, Arizona Department of Economic Security
Title

FY 2013 ACTION PLAN

APPENDIX D – PUBLIC OUTREACH



Agenda

2013-2014 Action Plan Public Meeting

Wednesday, October 3, 2012

4:15 P.M.

J.W. Marriot Starr Pass Resort

3800 W. Starr Pass Boulevard

Tucson, Arizona

1. Welcome and Introductions
2. Purpose of the Consolidated Plan
3. Objectives of the Consolidated Plan
4. Methods of Distribution
5. Proposed Changes for 2013-2014
6. Housing and Community Development Needs



Arizona
Department
of Housing

Sign-in Sheet
2013-2014 Action Plan Public Meeting

Wednesday, October 3, 2012
4:15 P.M.

J.W. Marriot Starr Pass Resort
San Ignacio Room
3800 W. Starr Pass Boulevard
Tucson, Arizona

Name	Organization	Phone
Martha Martin	Pima County	5206242847
Steve Langstaff	Share the Family	480.363.1012
Eileen Piekarz	RCAC	775-323-8982
Jay Taylor	Tucson Hsg Foundation	520 795-5886
Daniel Ramm	ADOT	602-771-1009
Olivia Dammone	ADOT	6029711062
TOM McQUILLAN	LIZARD ROCK RESILIENT	520,882.4484
PETS Chalupsky	COMMUNITY DEVELOPMENT PARTNERS	(520)795-6222
Kathy Blodgett	ADOT	602)771-1021
KARLA ORESTA	ADOT	771-1085

AFFIDAVIT/PROOF OF PUBLICATION

STATE OF ARIZONA

} ss.

County of Coconino

Bobbie Crosby being duly sworn deposes and says:

That she is the legal clerk of the Arizona Daily Sun

a newspaper published at Flagstaff, Coconino County, Arizona; that the

Legal 16232

a copy of which is

hereunto attached, was first published in said newspaper in its issue dated

the 24 day of September, 2012, and was

published in each one issue of said newspaper for one

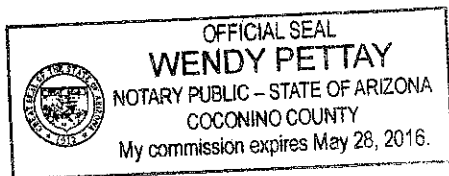
consecutive day the last publication being in the issue dated the

24 day of September, 2012.

[Signature]

Subscribed and sworn to before me this

4 day of October, 2012



Wendy Pettay

Notary Public

My Commission expires

05/28/2016

Legal No. 16232
NOTICE OF PUBLIC HEARING
NOTICE is hereby given that on
Wednesday, October 3, 2012, at
4:15 p.m. the Arizona Department
of Housing (ADOH) will hold a Public
Hearing to discuss the housing
and community development needs
of the non-metropolitan areas of Arizona
in preparation to draft the
2013-2014 Annual Action Plan.
The public hearing will be held at:
2012 Arizona Housing Forum
J.W. Marriott Starr Pass Resort
San Ignacio Room
3800 W. Starr Pass Boulevard
Tucson, AZ 85745

The 2013-2014 Annual Action Plan
is the annual update for the State of
Arizona 2010-2014 Consolidated
Plan which sets goals and objectives,
determines priorities, describes activities,
establishes outcomes and outlines the
method of distribution for the use of
approximately \$16 million in the following
federal funds from the U.S. Department
of Housing and Urban Development:
Community Development Block Grant,
HOME Investment Partnerships, Housing
Opportunities for Persons with AIDS, and
Emergency Solutions Grant programs.
These funds will be available for the
program year which begins July 1, 2013
and ends June 30, 2014 for activities
benefitting low income and special needs
populations in the non-metropolitan
areas of Arizona.

Written comments and any questions
regarding the Action Plan can be
directed to:
Andrew Rael, Assistant Deputy Director,
Programs
Arizona Department of Housing
1110 West Washington Street, Suite 310
Phoenix, AZ 85007
(602) 771-1010

NOTE: It is the policy of ADOH to
comply in all respects with the non-
discrimination requirements of Title
II of the Americans with Disabilities
Act and Section 504 of the Rehabilitation
Act of 1973. If you need accommodations
for physical mobility, sensory impairment,
or language needs in order to participate
in this meeting please contact ADOH at
(602) 771-1000. Requests should be
made as soon as possible to allow
sufficient time to make reasonable
arrangements to ensure accessibility
to this meeting. Si necesita ayuda
en español para entender este
documento, puede solicitarla sin
costo adicional, llamando al número
(602) 771-1010.

AVISO DE AUDIENCIA PÚBLICA
SE HACE SABER que el 3 Octubre
del 2012, a 4:14 en la tarde, o tan
pronto como el asunto pueda ser
oido, el Departamento de Vivienda
de Arizona (ADOH) tendrá una
Audiencia Pública para considerar
la adopción del Plan de Acción
2013-2014.

La audiencia pública se llevará a
cabo en: 2012 Arizona Housing Forum
J.W. Marriott Starr Pass Resort
San Ignacio Room
3800 W. Starr Pass Boulevard
Tucson, AZ 85745

El Plan de Acción 2013-14 describe
los programas y actividades
propuestas durante el año fiscal
2012, durante el cual el Estado
anticipa recibir cerca de \$16
millones en fondos federales de los
programas Subsidios Globales para
el Desarrollo Comunitario,
Asociaciones para Inversión en
Vivienda Home, Oportunidades de
Vivienda para Personas con SIDA,
y Subsidios para Refugios de
Emergencia. Durante el año del
programa, que comienza el 1 de
Julio 2013, ADOH planea financiar
las actividades que se centran en
servir los hogares de bajos
ingresos. Las actividades incluirán
viviendas, instalaciones públicas y
mejoras de infraestructura y
servicios comunitarios.
La publicación de este anuncio es
parte de las actividades de ADOH
para cumplir con los requisitos
federales de participación
ciudadana del Plan de Acción. El
Plan de Acción debe estar
disponible para el público y ADOH

**NOTICE OF PUBLIC HEARING
NOTICE**

is hereby given that on Wednesday, October 3, 2012, at 4:15 p.m., the Arizona Department of Housing (ADOH) will hold a Public Hearing to discuss the housing and community development needs of the non-metropolitan areas of Arizona in preparation to draft the 2013-2014 Annual Action Plan.

The public hearing will be held at:

2012 Arizona Housing Forum
J.W. Marriott Starr Pass Resort
San Ignacio Room
3800 W. Starr Pass Boulevard
Tucson, AZ 85745

The 2013-2014 Annual Action Plan is the annual update for the State of Arizona 2010-2014 Consolidated Plan which sets goals and objectives, determines priorities, describes activities, establishes outcomes and outlines the method of distribution for the use of approximately \$16 million in the following federal funds from the U.S. Department of Housing and Urban Development: Community Development Block Grant, HOME Investment Partnerships, Housing Opportunities for Persons with AIDS, and Emergency Solutions Grant programs. These funds will be available for the program year which begins July 1, 2013 and ends June 30, 2014 for activities benefitting low income and special needs populations in the non-metropolitan areas of Arizona.

Written comments and any questions regarding the Action Plan can be directed to: Andrew Rael, Assistant Deputy Director, Programs, Arizona Department of Housing, 1110 West Washington Street, Suite 210, Phoenix, AZ 85007, (602) 771-1010.

NOTE: it is the policy of ADOH to comply in all respects with the non-discrimination requirements of Title II of the Americans with Disabilities Act and Section 504 of the Rehabilitation Act of 1973. If you need accommodations for physical mobility, sensory impairment, or language needs in order to participate in this meeting please contact ADOH at (602) 771-1000. Requests should be made as soon as possible to allow sufficient time to make reasonable arrangements to ensure accessibility to this meeting. Si necesita ayuda en español para entender este documento puede solicitarla sin costo adicional, llamando al número (602) 771-1010. Publication Date: September 24, 2012.

AVISO DE AUDIENCIA PÚBLICA

SE HACE SABER que el 3 Octubre del 2012, a 4:14 en la tarde, o tan pronto como el asunto pueda ser oído, el Departamento de Vivienda de Arizona (ADOH) tendrá una Audiencia Pública para considerar la adopción del Plan de Acción 2013-2014. La audiencia pública se llevará a cabo en:

2012 Arizona Housing Forum
J.W. Marriott Starr Pass Resort
San Ignacio Room
3800 W. Starr Pass Boulevard
Tucson, AZ 85745

El Plan de Acción 2013-14 describe los programas y actividades propuestas durante el año fiscal 2012, durante el cual el Estado anticipa recibir cerca de \$16 millones en fondos federales de los programas Subsidios Globales para el Desarrollo Comunitario, Asociaciones para Inversión en Vivienda Home, Oportunidades de Vivienda para Personas con SIDA, y Subsidios para Refugios de Emergencia. Durante el año del programa, que comienza el 1 de Julio 2013, ADOH planea financiar las actividades que se centran en servir los hogares de bajos ingresos. Las actividades incluirán viviendas, instalaciones públicas y mejoras de infraestructura y servicios comunitarios. La publicación de este anuncio es parte de las actividades de ADOH para cumplir con los requisitos federales de participación ciudadana del Plan de Acción. El Plan de Acción debe estar disponible para el público y ADOH deba proporcionar un acceso razonable a los documentos. Los comentarios por escrito y cualquier pregunta sobre el Plan Consolidado y Plan de Acción pueden ser dirigidos a: Andrew Rael, Departamento de Vivienda

AFFIDAVIT OF PUBLICATION

THE ARIZONA REPUBLIC

STATE OF ARIZONA }
COUNTY OF MARICOPA } SS.

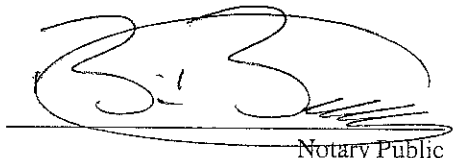
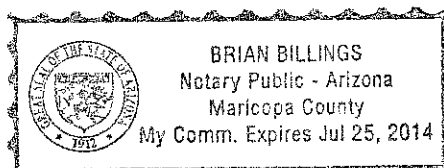
Manny Vargas, being first duly sworn, upon oath deposes and says: That he is a legal advertising representative of the Arizona Business Gazette, a newspaper of general circulation in the county of Maricopa, State of Arizona, published at Phoenix, Arizona, by Phoenix Newspapers Inc., which also publishes The Arizona Republic, and that the copy hereto attached is a true copy of the advertisement published in the said paper on the dates as indicated.

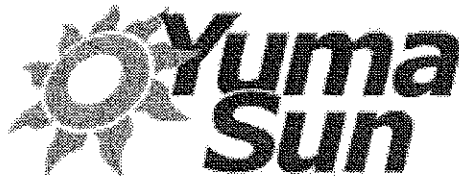
The Arizona Republic

September 24, 2012



Sworn to before me this
24th day of
September A.D. 2012


Notary Public



Publisher's Affidavit of Publication

oOo

STATE OF ARIZONA }
COUNTY OF YUMA }

NOTICE OF PUBLIC HEARING

NOTICE is hereby given that on Wednesday, October 3, 2012, at 4:15 p.m. the Arizona Department of Housing (ADOH) will hold a Public Hearing to discuss the housing and community development needs of the non-metropolitan areas of Arizona in preparation to draft the 2013-2014 Annual Action Plan.

The public hearing will be held at:

2012 Arizona Housing Forum
J.W. Marriott Starr Pass Resort
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Partnerships, Housing Opportunities for Persons with AIDS, and Emergency Solutions Grant programs. These funds will be available for the program year which begins July 1, 2013 and ends June 30, 2014 for activities benefitting low income and special needs populations in the non-metropolitan areas of Arizona.

Written comments and any questions regarding the Action Plan can be directed to:

En cumplimiento de la Ley de Estadounidenses con Discapacidades, si usted necesita asistencia especial para participar en esta reunión, por favor póngase en contacto con el ADOH al (602) 771-1000. Notificación de 48 horas antes de la reunión permitirá a ADOH a tomar las medidas razonables para garantizar la accesibilidad a esta reunión.
Daily September 24, 2012
1086600

Joni Brooks or Kathy White, having been first duly sworn, deposes and says: that Yuma Sun is a newspaper of general circulation published daily in the City of Yuma, County of Yuma, State of Arizona; that (s)he is the publisher or business manager of said paper; that the

NOTICE OF PUBLIC HEARING

a printed copy of which, as it appeared in said paper, is hereto attached and made a part of this affidavit, was published in Yuma Sun For 1 issues; that the date of the first publication of said

NOTICE OF PUBLIC HEARING

was September 24th, 2012 and the date of the last publication being September 24th, 2012 and that the dates when said NOTICE OF PUBLIC HEARING was printed and published in said paper were

09/24/2012

[Handwritten signature]

Subscribed and sworn to before me, by the said Joni Brooks or Kathy White

24th day of September, 2012

[Handwritten signature] Notary Public

My commission expires May 10, 2013



AFFIDAVIT OF PUBLICATION

Kingman Daily Miner

3015 Stockton Hill Road, Kingman, AZ 86401

web: www.kingmandailyminer.com • e-mail: legals@kingmandailyminer.com

Phone (928) 753-6397, ext. 242 • Fax (928) 753-5661

"Serving Kingman since 1882"

STATE OF ARIZONA)
County of Mohave) ss.

I, Crystal Kinsey, being first duly sworn on her oath says:
That she is the Legals Clerk of THE KINGMAN DAILY MINER
An Arizona corporation, which owns and publishes the Miner,
a Daily Newspaper published in the City of Kingman, County of Mohave,
Arizona, that the notice attached hereto, namely,

**Notice of Public Hearing
Ad. No. 297983**

Has, to the personal knowledge of affiant, **24th** day of **September, 2012**
to the **24th** day of **September, 2012** inclusive without change, interruption or
omission, amounting in **1** insertions, made on the following dates:
9/24/2012

By: *Crystal Kinsey*
Legal Clerk, 24th Day of September, 2012

State of Arizona

County of Mohave

On this 26 day of September, 2012

Legal Clerk, whom I know personally to be
the person who signed the above document
and she proved she signed it.

Nirali H. Dave
Notary Public
My Commission Expires May 24, 2014



(297983)

NOTICE OF PUBLIC HEARING
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special needs populations in the non-metropolitan areas of Arizona.

Written comments and any questions regarding the Action Plan can be directed to:

Andrew Rael, Assistant Deputy Director, Programs
Arizona Department of Housing
1110 West Washington Street, Suite 310
Phoenix, AZ 85007
(602) 771-1010

NOTE: It is the policy of ADOH to comply in all respects with the non-discrimination requirements of Title II of the Americans with Disabilities Act and Section 504 of the Rehabilitation Act of 1973. If you need accommodations for physical mobility, sensory impairment, or language needs in order to participate in this meeting, please contact ADOH at (602) 771-1000. Requests should be made as soon as possible to allow sufficient time to make reasonable arrangements to ensure accessibility to this meeting. Si necesita ayuda en español para entender este documento, puede solicitarla sin costo adicional llamando al número (602) 771-1010.

Publication Date: September 24, 2012

AVISO DE AUDIENCIA PÚBLICA

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La audiencia pública se llevará a cabo en:

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La publicación de este anuncio es parte de las actividades de ADOH para cumplir con los requisitos federales de participación ciudadana del Plan de Acción. El Plan de Acción debe estar disponible para el público y ADOH debe proporcionar un acceso razonable a los documentos.

Los comentarios por escrito y cualquier pregunta sobre el Plan Consolidado y Plan de Acción pueden ser dirigidos a:

Andrew Rael
Departamento de Vivienda de Arizona
1110 West Washington Street, Suite 310
Phoenix, AZ 85007
(602) 771-1010



Arizona
Department
of Housing

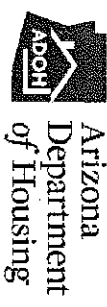
2013-2014 Annual Action Plan Hearing

1110 W. Washington, Phx, AZ, 2nd Floor Conference Room

10:00 AM

1. Action Plan Contents
2. Method of Distribution
3. Community Development and Housing Needs
4. Adjourn.

2013-2014 Annual Action Plan – Public Hearing
 April 18, 2013



ATTENDEE NAME	ORGANIZATION	E-MAIL	SIGNATURE
Denna Bleyl	DES	dbleyl@azdhs.gov	<i>Denna Bleyl</i>
Margaret Kilman	DES	mkilman@azdhs.gov	<i>Margaret Kilman</i>
Katherine Blagoff	ADPH	kblagoff@azdhs.gov	<i>Katherine Blagoff</i>
Lairald Jackson	ADPH	Lairald.Jackson@AZHousing.org	<i>Lairald Jackson</i>
Laini Boyd	ADPH	Laini.Boyd@azdhs.gov	<i>Laini Boyd</i>
Raul Sada	DES	rsada@azdhs.gov	<i>Raul Sada</i>
Miche Tralovic	ADPH	Michele.Tralovic@AZHousing.gov	<i>Miche Tralovic</i>
STATS TEL	TOTAL COSTA RICA	STATS@TOTALCOSTA.RICA.COM	<i>STATS TEL</i>
Margaret Bueling	Compare Affordable Housing	mcbueling@compareaffordablehousing.org	<i>Margaret Bueling</i>



Publisher's Affidavit of Publication
oOo

STATE OF ARIZONA }
COUNTY OF YUMA }

NOTICE OF PUBLIC HEARING

The Arizona Department of Housing (ADOH) is making its 2013-2014 Annual Action Plan available for public review. On April 18, 2013, at 10:00 a.m. ADOH will hold a second Public Hearing to discuss the draft 2013-2014 Annual Action Plan. Comments received from the first public hearing held on October 3, 2012, were incorporated in the draft Action Plan which will be discussed at this second public hearing.

The public hearing will be held at:

Arizona Department of Housing
1110 West Washington Street
Suite 280
Phoenix, AZ 85007

The 2013-2014 Annual Action Plan is the annual update for the State of Arizona 2010-2014 Consolidated Plan which sets goals and objectives, determines priorities, describes activities, establishes outcomes and outlines the method of distribution for the use of approximately \$16 million in the following federal funds from the U.S. Department of Housing and Urban Development: Community Development Block Grant, HOME Investment Partnerships, Housing Opportunities for Persons with AIDS, and Emergency Shelter Grant programs. These funds will be available for the program year which begins July 1, 2013 and ends June 30, 2014 for activities benefitting low income and special needs populations in the non-metropolitan areas of Arizona.

The Action Plan will be available for public review from April 1, 2013 through May 1, 2013 at the ADOH offices at 1110 West Washington Street, Suite 310, Phoenix, Arizona 85007 as well as at www.azhousing.gov

Copies of the Action Plan will be made available upon request and are free of charge.

Written comments and any questions regarding the Action Plan can be directed to:

Andrew Rael, Assistant Deputy Director, Programs
Arizona Department of Housing
1110 West Washington

Joni Brooks or Kathy White, having been first duly sworn, deposes and says: that Yuma Sun is a newspaper of general circulation published daily in the City of Yuma, County of Yuma, State of Arizona; that (s)he is the publisher or business manager of said paper; that the

NOTICE OF PUBLIC HEARING

a printed copy of which, as it appeared in said paper, is hereto attached and made a part of this affidavit, was published in Yuma Sun For 1 issues; that the date of the first publication of said

NOTICE OF PUBLIC HEARING

was April 1st, 2013 and the date of the last publication being April 1st, 2013 and that the dates when said NOTICE OF PUBLIC HEARING was printed and published in said paper were 04/01/2013

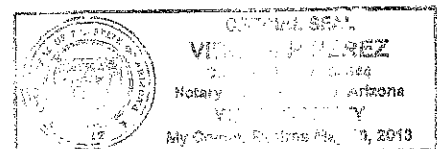
[Handwritten signature]

Subscribed and sworn to before me, by the said Joni Brooks or Kathy White

1st day of April, 2013

Vincent P. Perez, Notary Public

My commission expires May 10, 2013



AFFIDAVIT OF PUBLICATION

Kingman Daily Miner

3015 Stockton Hill Road, Kingman, AZ 86401

web: www.kingmandailyminer.com • e-mail: legals@kingmandailyminer.com

Phone (928) 753-6397, ext. 242 • Fax (928) 753-5661

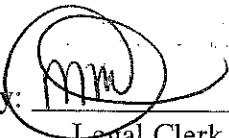
"Serving Kingman since 1882"

STATE OF ARIZONA)
County of Mohave) ss.

I, Melinda Mauser, being first duly sworn on her oath says:
That she is the Legals Clerk of THE KINGMAN DAILY MINER
An Arizona corporation, which owns and publishes the Miner,
a Daily Newspaper published in the City of Kingman, County of Mohave,
Arizona, that the notice attached hereto, namely,

**Notice of Public Hearing
Ad. No. 318813**

Has, to the personal knowledge of affiant, **1st day of April, 2013**
to the **1st day of April, 2013** inclusive without change, interruption or
omission, amounting in **1** insertions, made on the following dates:
4/1/2013

By: 


Legal Clerk, 2nd Day of April, 2013

State of Arizona

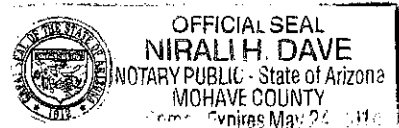
County of Mohave

On this 8 day of April, 2013

Legal Clerk, whom I know personally to be
the person who signed the above document
and she proved she signed it.



Notary Public
My Commission Expires May 24, 2014



(318813)
NOTICE OF PUBLIC HEARING
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Andrew Rael, Assistant Deputy Director, Programs
Arizona Department of Housing
1110 West Washington Street, Suite 310
Phoenix, AZ 85007
(602) 771-1010
publiccomment@azhousing.gov
ADA and EQUAL OPPORTUNITY COMPLIANCE STATEMENT
If you need accommodations for physical mobility, sensory impairment or language needs in order to participate in this meeting, please contact the ADOH at (602) 771-1000. Notification 48 hours prior to the meeting will enable ADOH to make reasonable arrangements to ensure accessibility to this meeting.
Published: 4/1/2013
Ad. No. 318813

THE ARIZONA REPUBLIC

NOTICE OF PUBLIC HEARING:
 The Arizona Department of Housing (ADOH) is making its 2013-2014 Annual Action Plan available for public review. On April 18, 2013, at 10:00 a.m. ADOH will hold a second Public Hearing to discuss the draft 2013-2014 Annual Action Plan. Comments received from the first public hearing held on October 3, 2012 were incorporated in the draft Action Plan which will be discussed at this second public hearing. The public hearing will be held at:
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Written comments and any questions regarding the Action Plan can be directed to: Andrew Rael, Assistant Deputy Director, Programs of Arizona Department of Housing, 1110 West Washington Street, Suite 310 Phoenix, AZ 85007, (602) 771-1010, publiccomment@azhousing.gov.

ADA and EQUAL OPPORTUNITY COMPLIANCE STATEMENT

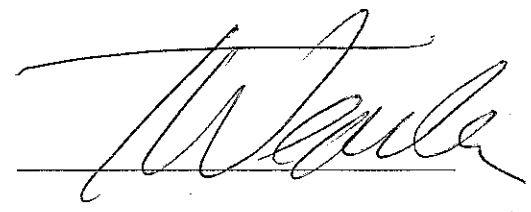
If you need accommodations for physical mobility, sensory impairment or language needs in order to participate in this meeting, please contact the ADOH at (602) 771-1000. Notification 48 hours prior to the meeting will enable ADOH to make reasonable arrangements to ensure accessibility to this meeting.
 Pub: April 1, 2013

STATE OF ARIZONA }
 COUNTY OF MARICOPA } SS.

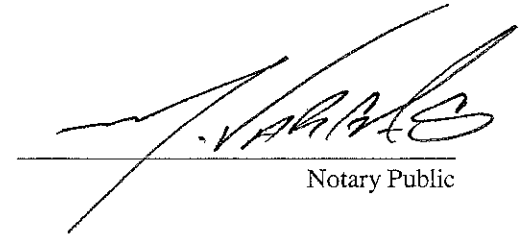
Tabitha Weaver, being first duly sworn, upon oath deposes and says: That she is a legal advertising representative of the Arizona Business Gazette, a newspaper of general circulation in the county of Maricopa, State of Arizona, published at Phoenix, Arizona, by Phoenix Newspapers Inc., which also publishes The Arizona Republic, and that the copy hereto attached is a true copy of the advertisement published in the said paper on the dates as indicated.


The Arizona Republic

April 1, 2013



Sworn to before me this
 2nd day of
 April A.D. 2013



 **MANUEL VARGAS**
 Notary Public - State of Arizona
 MARICOPA COUNTY
 My Commission Expires
 November 30, 2015

Notary Public

ARIZONA DAILY STAR

Tucson, Arizona

STATE OF ARIZONA)
COUNTY OF PIMA)

Debbie Capanear, being first duly sworn deposes and says: that she is the Advertising Representative of **TNI PARTNERS**, a General Partnership organized and existing under the laws of the State of Arizona, and that it prints and publishes the Arizona Daily Star, a daily newspaper printed and published in the City of Tucson, Pima County, State of Arizona, and having a general circulation in said City, County, State and elsewhere, and that the attached ad was printed and

Legal Notice

published correctly in the entire issue of the said Arizona Daily Star on each of the following dates, to-wit:

APRIL 1, 2013

Debbie Capanear

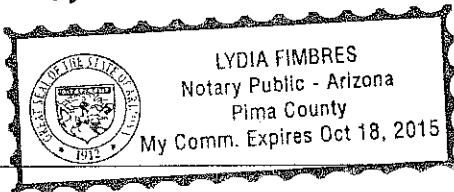
Subscribed and sworn to before me this 2 day of

April 2013

Lydia Fimbres
Notary Public

My commission expires

AD NO. 7990525



NOTICE OF PUBLIC HEARING

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Written comments and any questions regarding the Action Plan can be directed to:

Andrew Rael, Assistant Deputy Director, Programs
Arizona Department of Housing
1110 West Washington Street,
Suite 310
Phoenix, AZ 85007
(602) 771-1010
publiccomment@azhousing.gov

ADA and EQUAL OPPORTUNITY COMPLIANCE STATEMENT
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Publish April 1, 2013
Arizona Daily Star

AFFIDAVIT/PROOF OF PUBLICATION

STATE OF ARIZONA

} ss.

County of Coconino

Bobbie Crosby being duly sworn deposes and says:

That she is the legal clerk of the Arizona Daily Sun

a newspaper published at Flagstaff, Coconino County, Arizona; that the

Legal 16812

a copy of which is

hereunto attached, was first published in said newspaper in its issue dated

the 2 day of April, 2013, and was

published in each one issue of said newspaper for one

consecutive day the last publication being in the issue dated the

2 day of April, 2013.

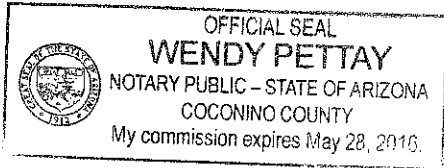
[Handwritten Signature]

Subscribed and sworn to before me this

30 day of April, 2013

[Handwritten Signature: Wendy Pettay]

Notary Public



My Commission expires 05/28/2016

Legal No. 16812
NOTICE OF PUBLIC HEARING
The Arizona Department of Housing (ADOH) is making its 2013-2014 Annual Action Plan available for public review. On April 18, 2013, at 10:00 a.m. ADOH will hold a second Public Hearing to discuss the draft 2013-2014 Annual Action Plan. Comments received from the first public hearing held on October 3, 2012 were incorporated in the draft Action Plan which will be discussed at this second public hearing. The public hearing will be held at: Arizona Department of Housing 1110 West Washington Street Suite 280 Phoenix, AZ 85007. The 2013-2014 Annual Action Plan is the annual update for the State of Arizona 2010-2014 Consolidated Plan which sets goals and objectives, determines priorities, describes activities, establishes outcomes and outlines the method of distribution for the use of approximately \$16 million in the following federal funds from the U.S. Department of Housing and Urban Development: Community Development Block Grant, HOME Investment Partnerships, Housing Opportunities for Persons with AIDS, and Emergency Shelter Grant programs. These funds will be available for the program year which begins July 1, 2013 and ends June 30, 2014 for activities benefiting low income and special needs populations in the non-metropolitan areas of Arizona. The Action Plan will be available for public review from April 1, 2013 through May 1, 2013 at the ADOH offices at 1110 West Washington Street, Suite 310, Phoenix, Arizona 85007 as well as at www.azhousing.gov. Copies of the Action Plan will be made available upon request and are free of charge. Written comments and any questions regarding the Action Plan can be directed to: Andrew Rael, Assistant Deputy Director, Programs Arizona Department of Housing 1110 West Washington Street, Suite 310 Phoenix, AZ 85007 (602) 771-1010 publiccomment@azhousing.gov ADA and EQUAL OPPORTUNITY COMPLIANCE STATEMENT If you need accommodations for physical mobility, sensory impairment or language needs in order to participate in this meeting, please contact the ADOH at (602) 771-1000. Notification 48 hours prior to the meeting will enable ADOH to make reasonable arrangements to ensure accessibility to this meeting. PUB: Apr. 2, 2013 16812



2013 Information Bulletin

REGARDING PROGRAMS: HOME, CDBG, HOPWA, ESG
REGARDING FUNDING SOURCES: CDBG, HOME, HOPWA, ESG

INFORMATION BULLETIN No. 04-2013 ISSUED: March 28, 2013
RE: NOTICE OF SECOND PUBLIC HEARING – 2013-2014 Annual Action Plan

Notice is hereby given that on April 18, 2013 at 10:00 a.m., the Arizona Department of Housing and the Arizona Department of Economic Security will hold a second Public Hearing to discuss the draft 2013-2014 Annual Action Plan. Comments received from the first public hearing held on October 3, 2012 at the Arizona Housing Forum were incorporated in the draft Action Plan which will be discussed at this hearing.

The public hearing will be held at:

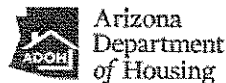
Arizona Department of Housing
1110 West Washington Street, Suite 280 (ADOH Training Room on 2nd Floor)
Phoenix, AZ 85007

The 2013-2014 Annual Action Plan is the annual update for the State of Arizona 2010-2014 Consolidated Plan which sets goals and objectives, determines priorities, describes activities, establishes outcomes and outlines the method of distribution for the use of approximately \$16 million in the following federal funds from the U.S. Department of Housing and Urban Development: Community Development Block Grant, HOME Investment Partnerships, Housing Opportunities for Persons with AIDS, and Emergency Solutions Grant programs. The Emergency Solutions Grant program is administered by the Arizona Department of Economic Security. These funds will be available for the program year which begins July 1, 2013 and ends June 30, 2014 for activities benefitting low income and special needs populations in the non-metropolitan areas of Arizona.

The Action Plan will be available for public review from April 1, 2013 through May 1, 2013 at the ADOH offices at 1110 West Washington Street, Suite 310, Phoenix, Arizona. To download a copy of the Annual Action Plan, visit our web site: www.azhousing.gov, click on *Publications & Links*, then *Publications*.

Written comments and any questions regarding the Action Plan can be directed to:

Andrew Rael, Assistant Deputy Director/Programs
Arizona Department of Housing
1110 West Washington Street, Suite 310
Phoenix, AZ 85007
(602) 771-1010
publiccomment@azhousing.gov



1110 W. Washington, Suite 310 | Phoenix, AZ 85007
Telephone (602) 771-1000 Facsimile (602) 771-1002 TDY (602) 771-1001
www.azhousing.gov



For disability related accommodations, please contact Joy Johnson at the Arizona Department of Housing (602) 771-1026 or by e-mail at least two weeks prior to the event to allow sufficient time to make necessary arrangements.