The Arizona Department of Housing
2020 Information Bulletin

REGARDING PROGRAMS: Community Development and Revitalization; Rental Development; and Special Needs

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

INFORMATION BULLETIN No. 13-20
ISSUED: March 5, 2020
RE: Federal Fiscal Year 2020 Formula Allocations for CDBG, HOME, HOPWA, ESG and RHP

The FFY2020 formula allocations for CDBG, HOME, HOPWA, ESG and RHP expected to be received by the Arizona Department of Housing (ADOH) are listed below along with the proposed methods of distribution:

CDBG
The total FFY2020 CDBG allocation is $9,776,490. The State retains 2% plus $100,000 or $295,530 for administration and 1% or $97,765 for technical assistance activities. Additionally, HUD mandates that the state expend 10% of its total allocation or $977,649 for projects located in areas designated as Colonias. The remaining adjusted allocation is divided into 85% or $7,144,714 for the Regional Account and 15% or $1,260,832 for the State Special Projects (SSP) Account.

The COG Regional allocation is as follows:

<table>
<thead>
<tr>
<th>CDBG Allocation by COG Region</th>
<th>2020 Allocation Amount</th>
<th>2020 Allocation Share</th>
</tr>
</thead>
<tbody>
<tr>
<td>CAG</td>
<td>$819,964</td>
<td>11.48%</td>
</tr>
<tr>
<td>NACOG</td>
<td>$2,249,955</td>
<td>31.49%</td>
</tr>
<tr>
<td>SEAGO</td>
<td>$1,264,629</td>
<td>17.70%</td>
</tr>
<tr>
<td>WACOG</td>
<td>$2,810,166</td>
<td>39.33%</td>
</tr>
<tr>
<td>Total Allocation to Rural COGs</td>
<td>$7,144,714</td>
<td>100%</td>
</tr>
</tbody>
</table>

Both the Colonias and SSP set-asides are accessed through competitive applications and will be announced through a future Notice of Funding Available (NOFA).

HOME
The total FFY2020 HOME allocation is $5,460,334 of which 15% or $819,050 must be set aside for Community Housing Development Organization (CHDO) project funding. The State retains 10% of the grant award or $546,033 to be used for administration. HOME funds will be distributed through a competitive application process including NOFAs and other competitive funding vehicles.
HOPWA
The total FFY2020 HOPWA allocation is $393,848. A total of 10% or $39,385 of the grant award will be used for administration of which the state retains 3% ($11,816) and the remaining 7% ($27,569) will be used by project sponsors. The remaining 90% or $354,463 of the grant award will be spent on direct service provision through housing providers in the non-entitlement counties.

ESG
The total FFY2020 ESG allocation is $1,725,666, which is administered by the Arizona Department of Economic Security (DES). A total of 7.5% or $129,425 is retained by DES for administration. The remaining 92.5% or $1,596,241 will be used for ESG eligible activities to benefit persons experiencing homelessness.

RHP
RHP or Recovery Housing Program is a pilot program to help individuals in recovery from a substance abuse disorder to become stably housed. RHP was authorized under Section 8071 of the Support for Patients and Communities (SUPPORT) Act. On December 20, 2019, President Trump signed the Further Consolidated Appropriations Act of 2020 (Public Law 116-94), which allocated FY2020 funding for the RHP pilot program. The total FFY2020 RHP allocation for ADOH is $804,000. At the time of publication of this bulletin, HUD has not released the Federal Register, which will outline the requirements for the RHP program. Once received, ADOH will provide further information on the proposed method of distribution and project eligibility for RHP funding.

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