The Arizona Department of Housing
2020 Information Bulletin

REGARDING PROGRAMS: Community Development and Revitalization; and Rental Development

REGARDING FUNDING SOURCES: CDBG, HOME

INFORMATION BULLETIN No. 41-20
ISSUED: November 10, 2020
RE: Federal Fiscal Year 2020 Formula Allocations for CDBG, HOME, HOPWA, ESG and RHP

The FFY2020 formula allocations for CDBG and HOME expected to be received by the Arizona Department of Housing (ADOH) have been amended. The following is an excerpt from the HUD Corrected Notice dated October 22, 2020 and received by ADOH on November 9, 2020:

“…Since issuing the original allocation announcement letters, HUD has discovered an error in the formula calculation for two CPD formula programs, the Community Development Block Grant (CDBG) and the HOME Investment Partnerships (HOME) programs, stemming from issues at HUD field offices in California which are currently being resolved. HUD informs you that the correction to the formula has resulted in an increase in the allocations for your community, an amount representing 100.05% of your total CDBG and HOME grants for FY 2020. Arizona’s original CDBG and HOME allocations were $9,776,490 and $5,460,334, respectively. Your jurisdiction’s FY 2020 available allocations are now as follows:

Community Development Block Grant (CDBG) $9,783,115
HOME Investment Partnerships (HOME) $5,461,944 …”

The corrections to the formula allocations are less than 1% of the total allocation for each funding source (CDBG and HOME) and therefore do not require a public comment period or submission of a substantial amendment.

CDBG
The total FFY2020 CDBG corrected allocation is $9,783,115. The State retains 2% plus $100,000 or $295,662 for administration and 1% or $97,831 for technical assistance activities. The state had previously awarded all FFY2020 CDBG funds in the Regional Account ($7,144,714) as well as the Colonia set aside ($977,649) and State Special Project (SSP) ($1,260,832) competitive application rounds based on the previous formula allocation of $9,776,490. Therefore the remaining balance of the corrected formula allocation in the amount of $6,427 will be allocated to a future SSP competitive application round.
The COG Regional allocation remains unchanged and 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><strong>Total Allocation to Rural COGs</strong></td>
<td><strong>$7,144,714</strong></td>
<td><strong>100%</strong></td>
</tr>
</tbody>
</table>

HOME

The total FFY2020 HOME corrected allocation is $5,461,944. The State retains 10% of the grant award or $546,194 to be used for administration. On April 20, 2020 ADOH received HUD waiver and suspension approval for the CHDO set aside which eliminated the requirement to set aside 15% for Community Housing Development Organization (CHDO) project funding for the FFY2019 and FFY2020 HOME formula allocations. This waiver and suspension allows for funding to be obligated and expended to assist families affected by the COVID-19 pandemic in a more expeditious fashion. HOME funds will be distributed through a competitive application process including NOFAs and other competitive funding vehicles.

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