

State of Iowa – Action Plan, Amendment #2 Substantial

The State of Iowa has reviewed the 2019 CDBG-DR Action Plan and determined that based on demonstrated need through the submittal of applications to IEDA from eligible applicants for the available funding programs, the State must Substantially Amend the Action Plan in order to make awards to projects. The State has had all Action Plan programs open for one year, and based on requests and project needs, the State is proposing the following Substantial Amendment to the 2019 CDBG-DR Action Plan.

This Substantial Amendment will do the following:

- Reduce funding to \$0 and eliminate the CDBG-DR Funded Buyout Program,
- Reduce funding to \$0 and eliminate the CDBG-DR Demolition & Clearance Program,
- Reduce funding by \$17,639,886 for the FEMA Match Buyout Program,
- Reduce funding by \$1,349,934 for the Construction of Rental Housing,
- Reduce funding by \$16,462,414 for Stormwater Infrastructure,
- Reallocate \$30,135,444 to the activity of Public Infrastructure in Support of Housing,
- Reallocate \$15,759,822 to the activity of Construction of New Housing with Down payment Assistance for Homeowners,
- Reallocate \$516,774 to Planning,
- Reduce Admin fund by \$76,443.

This Substantial Amendment to eliminate programs and reallocate funds to programs with demonstrated need could result in the State's ability to fully obligate the remaining CDBG-DR funds.

As noted in the published Action Plan for 2019 CDBG-DR programs, a Substantial Amendment occurs when the State adds or deletes activities and when the State reallocates funding to programs in excess of five million dollars, as such these changes are considered Substantial and require the State to make this proposed amendment open for public comment.

The State is making this Substantial Amendment available to the public for comment between December 30, 2021 and January 30, 2022. Comments can be made by emailing Disaster@IowaEDA.com

The following table outlines all proposed changes and the revised budgets based on this Substantial Amendment:

Program	Funding by Program	%	Activity	Funding by Activity	Awarded to-date	Pending Award	Balance	Proposed Action Plan Amendment #2	Revised Action Plan
Housing	\$72,555,750	75%							
			Buyout – FEMA Match	\$25,394,513	\$7,690,216	\$64,411	\$17,639,886	-\$17,639,886	\$7,754,627
			Buyout – CDBG funded	\$10,783,236			\$10,783,236	-\$10,783,236	\$0
			Demolition / Clearance	\$100,127			\$100,127	-\$100,127	\$0
			Infrastructure in Support of Housing	\$10,157,805		\$40,293,249	-\$30,135,444	+\$30,135,444	\$40,293,249
			Construction of New Housing with Down Payment Assistance for Homeowners	\$15,000,000	\$121,250	\$30,638,572	-\$15,759,822	+\$15,759,822	\$30,759,822
			Construction of Rental Housing	\$11,120,069	\$9,610,135	\$160,000	\$1,349,934	-\$1,349,934	\$9,770,135
Infrastructure	\$19,154,718	19.8%	CDBG-DR Stormwater Infrastructure	\$19,154,718	\$2,692,304		\$16,462,414	-\$16,462,414	\$2,692,304
Planning	\$193,482	0.20%	Land use planning	\$193,482	\$40,000	\$670,256	-\$516,774	+516,774	\$710,256
Admin	\$4,837,050	5%	IEDA Staff, Recipient Grant Administration, and Professional Services Contracts to assist with grant administration.	\$4,837,050	\$213,296 (TA) \$4,547,311 (State)		\$76,443	-\$76,443	\$4,760,607
	\$96,741,000	100%	Total Funds Allocated	\$96,741,000					\$96,741,000