

GENERAL SECTION

Human Services Department

Housing and Community Development Division

Community Development Block Grant

Program Year 2020-2021

ADDENDUM NO. 1

This Addendum No. 1 updates the General Section of the Program 2020-2021 Maricopa County Human Service Department's Community Development Block Grant Application Packet. It provides information on the affordability period and updates the program income section.

AFFORDABILITY PERIOD

Amount of Funding	Minimum Period of Affordability Years
Under \$15,000	5
\$15,000 to \$40,000	10
Over \$40,000 or rehabilitation involving refinancing	15
New construction or acquisition of newly constructed housing	20

PROGRAM INCOME

Program income is the gross income received by the grantee and its subrecipients directly generated from the use of CDBG funds. All income received from a CDBG Funded project shall be considered program income and subject to the requirements set forth in CDBG Program regulations. Program Income received by a subrecipient shall be tracked and returned to the County. Program income includes:

- Proceeds from the sale or lease of property purchased or improved with CDBG funds;
- Proceeds from the sale or lease of equipment purchased with CDBG funds;
- Gross income from the use or rental of real or personal property acquired, constructed or improved by the grantee (or a subrecipient), less costs incidental to the generation of income;
- Payments of principal and interest on loans made using CDBG funds;
- Proceeds from the sale of loans or obligations secured by loans made with CDBG funds;
- Interest earned on program income pending its disposition (NOTE: interest earned on CDBG funds held in revolving loan funds is not program income and must be remitted to the U.S. Treasury at least annually); and
- Funds collected through special assessments on properties not owned and occupied by LMI households in order to recover the CDBG portion of a public improvement.

End of Addendum No. 1