

**AMENDMENT TO THE
2013 ACTION PLAN COMPONENT OF THE
2010-2014 CONSOLIDATED PLAN FOR
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)
FUNDING AS PREPARED BY THE
CITY OF MIDDLETOWN
OFFICE OF ECONOMIC AND COMMUNITY DEVELOPMENT**

A. BACKGROUND

The City of Middletown Office of Economic and Community Development (OECD) submitted a final Action Plan Component to the 2010-2014 Five-Year Consolidated Plan to the U.S. Department of Housing and Urban Development (HUD) on November 15, 2012. A public review period was undertaken from October 1, 2012 through October 30, 2012. The following proposed allocations of Community Development Block Grant (CDBG) funding were made under the 2013 Action Plan:

Budget for the 2013 program year, based on the 2013 allocation and program income figures. The program income figures will be adjusted based on the actual amounts collected for 2013.

2013 Allocation: \$461,256.00
Estimated Program Income: \$180,000.00

Proposed Budget for 2013:

	Grant	Program Income	Total
Code Enforcement	\$ 20,000.00	-	\$ 20,000.00
Single Family Rehab	\$180,000.00	\$ 60,000.00	\$240,000.00
Multi-Unit Rehab	\$ 84,004.80	\$ 10,000.00	\$ 94,004.80
Economic Development	\$ 85,000.00	\$108,000.00	\$193,000.00
Administration	\$ 92,251.20	-	\$ 92,251.20
Homebuyer Assistance	-	\$ 2,000.00	\$ 2,000.00
	\$461,256.00	\$180,000.00	\$641,256.00

The Substantial Amendment guidelines contained in the City's Final Consolidated Plan for 2010-2014 requires that an Amendment be undertaken whenever the purpose, scope, location, or beneficiaries of a CDBG eligible activity is changed in a material way, such that the same is no longer consistent with the initial proposed activity contained within the applicable Action Plan when adopted subsequent to modification made thereafter.

The City of Middletown Office of Economic and Community Development also wishes to announce that it has redirected an amount of \$60,000 in Program Income derived from Economic Development related activities in previous Program Years to the Section 108 Loan Guarantee Program to render payment to HUD on certain Section 108 obligations. The unanticipated reallocation of Program Income to cover this HUD Section 108 obligation has not impacted the Program year 2013 allocation of CDBG resources since the payment was made out of Program Income derived from CDBG activities unrelated to the 2013 Program Year.

The City of Middletown in response to an increased CDBG grant and in an effort to respond to possible changed circumstances within the community has identified that there is a need to create an Amendment to the 2013 Action Plan.

B. AMENDMENT

The Amendment to the 2013 Action Plan involves allocating the increased CDBG funding from HUD, in the amount of \$58,479. The Program Income has also slightly changed (increased by \$1000). Attachment 1 summarizes the relevant changes to the originally submitted 2013 Action Plan. Attachment 1 features revised tables indicating the amended allocation to the projects included in the scope of the Amendment.

C. PUBLIC PARTICIPATION

A public comment period on the Amendment was conducted beginning on June 23, 2013 and will end on July 24, 2013. Any persons wishing to obtain a copy of the Amendment may do so at the city of Middletown OECD office at 16 James Street Middletown, New York 10940 or on the City of Middletown website: www.middletown-ny.com.

D. PUBLIC COMMENT ON AMENDMENT

Any persons wishing to provide comments on the Amendment may do so in person or by writing to the Office of Economic and Community Development at the following address: Office of Economic and Community Development; City Hall; 16 James Street; Middletown, New York 10940.

Attachment 1

2013 amended allocation \$519,735

Estimated Program Income \$181,000

PROPOSED BUDGET

	Grant	Program Income	Total
Administration	\$103,947		\$103,947
Single Family Rehab	\$200,788	\$60,000	\$260,788
Multi Family Rehab	\$100,000	\$10,000	\$110,000
Code Enforcement	\$15,000		\$15,000
Economic Development	\$100,000	\$108,000	\$208,000
Homebuyer		\$3000	\$3000
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	\$519,735	\$181,000	\$700,735