U. S. Department of Housing and Urban Development

Jackson Field Office, Southeast / Caribbean Dr. A. H. McCoy Federal Building, Room 910 100 West Capitol Street Jackson, Mississippi 39269-1096

February 1, 2019

Mr. Clarence Williams Division Manager Community Development City of Hattiesburg Post Office Box 1898 Hattiesburg, MS 39403-1898

Dear Mr. Williams:

On behalf of the U.S. Department of Housing and Urban Development (HUD), I am pleased to announce that the City of Hattiesburg's Action Plan for Fiscal Year 2018 has been approved. The City of Hattiesburg has been authorized to receive \$560,001 in Community Development Block Grant (CDBG) funding and \$317,860 in HOME Investment Partnerships (HOME) funding. The Action Plan covers the 12-month period from January 1, 2018 through December 31, 2018.

Please note that while the City of Hattiesburg is permitted to charge indirect costs to the CDBG and HOME grants, all indirect costs must be charged to the agency's administrative percentage allowed by regulations governing the two programs. Administrative costs plus indirect costs that are charged to the grants cannot exceed the regulatory percentage established for administrative costs, including the regulatory limitations imposed on program income.

The Community Development Block Grant (CDBG) program provides annual grants to States and local units of government to develop viable urban communities by providing decent housing and a suitable living environment, and by expanding economic opportunities, principally for low- and moderate-income persons.

The HOME program helps to expand the supply of decent, affordable housing to low- and very low-income families by providing grants to States and local governments to fund housing programs that meet local needs and priorities. The Jackson, Mississippi Community Planning and Development Division (CPD) has approved the program's Recapture provisions for the City of Hattiesburg.

A primary goal of the Department is to reduce housing discrimination, affirmatively further fair housing through Community Planning and Development (CPD) programs and promote diverse, inclusive communities. To that end, we encourage your community to take all measures necessary to ensure compliance with the Fair Housing requirements associated with these funds.

Enclosed are three copies of the Funding Approval/Agreements (HUD-40093) for the CDBG and HOME programs, which constitute the contracts between the U.S. Department of



Housing and Urban Development (HUD) and the City of Hattiesburg. To establish a Line of Credit for the Program Year 2018 grants, it will be necessary for you to execute the three agreements, return two copies to our office, and retain one for your files. Failure to execute and return the Grant Agreements within 30 days of the transmittal date may be deemed a rejection of the grants and cause for HUD to determine that the funds are available for reallocation to other grantees. For the CDBG program, you should note particularly any special conditions included in Item 8 of the Funding Approval.

Please note that the 2018 CDBG agreement has seven special conditions included in an addendum. The first identifies the period of performance; the second provides guidance for the applicability of indirect cost payments if requested; the third details the requirement for grantees to comply with the Office of Management and Budget (OMB); the fourth prohibits the use of CDBG funds to support eminent domain unless eminent domain is employed for public use only; the fifth establishes limits on selling, trading or other transference of CDBG funds, the sixth special condition establishes protocol for the planning and/or construction of water or sewer facilities and the seventh identifies conditions under which CDBG funds may be provided to for-profit entities.

All funds to alleviate drainage problems, including planning, replacement of storm drainage, and construction of streets and sewer facilities, are subject to review under Executive Order (E.O.) 12372, Intergovernmental Review of Federal Programs, and HUD's implementing regulations at 24 CFR Part 52. The Funding Approval/Agreement includes special conditions, which also apply to water or sewer activities that you may add by amendment or other revision.

Certain activities are subject to the provisions of 24 CFR Part 58 (Environmental Review Procedures for the Community Development Block Grant Program). Funds for such activities may not be obligated or expended until after HUD has approved the release of funds. Entitlement jurisdictions must utilize the HUD Environmental Review Online System (HEROs) to submit Requests for Release of Funds. If access is needed, please contact Dana Jones at dana.t.jones@hud.gov for assistance.

You are reminded that program progress must be recorded in the Integrated Disbursement and Information System (IDIS) on a regular basis, daily, if at all possible. Performance Measurement Indicators and all beneficiary data must be entered prior to project completion. Please be sure completion data is recorded in IDIS when a project has been completed. HUD uses this system to obtain beneficiary data and monitor the City's program implementation, progress and performance.

If there is a need to delete or add individuals authorized to access the Integrated Disbursement and Information System (IDIS) or make changes, an IDIS Security Access Authorization Form must be prepared, notarized, and returned to this office with the Grant Agreement. You may access and complete the form at: http://portal.hud.gov/hudportal/documents/huddoc?id=27055.PDF. If there is a need to establish or change the depository account to which these grant funds are wired, a Direct Deposit Sign-Up Form (SF-1199A) must be completed by you and your financial institution and mailed to this office.

You are reminded the City of Hattiesburg's Consolidated Annual Performance Evaluation Report (CAPER) for Program Year 2018 is due in this office by March 30, 2019.

We continue to look forward to working with you and your staff throughout the year. If you have any questions or require any assistance, please contact Cassandra W. Davis, CPD Financial Analyst, at 601-608-1799.

Sincerely,

Donnetta McAdoo Director, Community Planning and Development Division

Enclosures

Investment Partnerships Agreement

Title II of the National Affordable Housing Act

1.	Participant Name and Address	2. Grant Number: M18-MC280201						
	City of Hattiesburg Po Box 1898	3a Tax Identification Number: 646000432 4. Appropriation Number 86 8/1 0205		3b. Unique Entity Identifier (formerly DUNS): 079448130				
	Hattiesburg, MS 39403-1898			· · · · · · · · · · · · · · · · · · ·				
6.	Previous Obligation (Enter "0" for initial FY allocation)					\$0.00		
	a. Formula Funds			17,860.00				
	b. Community Housing Development Org. (CHDO) Competitive	Housing Development Org. (CHDO) Competitive						
7.	Current Transaction (+ or -)				541-0	\$317,860.00		
	a. Formula Funds			17,860.00				
	1. CHDO (For deobligations only)			\$				
	2. Non- CHDO (For deobligations only)	\$						
	b. CHDO Competitive Reallocation or Deobligation	\$						
8.	Revised Obligation				\$			
	a. Formula Funds	\$						
	b. CHDO Competitive Reallocation	\$						
9.	Special Conditions (check applicable box)			10. Date of Obligation (Congressional Release Date)				
	🖾 Not applicable 🛛 Attached			(02/01/2019):				
11.	Indirect Cost Rate*			12. Period of Performance:				
	Administering Agency/Dept. Indirect Cost Rate Direct Co	st Base		02/01/2019 - 09/01/2026				
	% %	200, indire	* If funding assistance will be used for payment of indirect costs pursuant to 2 C 200, Subpart E-Cost Principles, provide the name of the department/agency, indirect cost rate (including if the de minimis rate is charged per 2 § CFR 200.414), a					
	%		the direct cost base to which the rate will be applied. Do not include cost rates f subrecipients.					

This Agreement between the Department of Housing and Urban Development (HUD) and the Participating Jurisdiction/Entity is made pursuant to the authority of the HOME Investment Partnerships Act (42 U.S.C. 12701 et seq.). The Participating Jurisdiction's /Entity's approved Consolidated Plan submission/Application and the HUD regulations at 24 CFR Part 92 (as is now in effect and as may be amended from time to time) and this HOME Investment Partnership Agreement, form HUD-40093, including any special conditions, constitute part of this Agreement. Subject to the provisions of this Agreement, HUD will make the funds for the Fiscal Year specified, available to the Participating Jurisdiction/Entity upon execution of this Agreement by the parties. All funds for the specified Fiscal Year provided by HUD by formula reallocation are covered by this Agreement upon execution of an amendment by HUD, without the Participating Jurisdiction's execution of the amendment or other consent. HUD's payment of funds under this Agreement is subject to the Participating Jurisdiction's/Entity's compliance with HUD's electronic funds transfer and information reporting procedures issued pursuant to 24 CFR 92.502. To the extent authorized by HUD regulations at 24 CFR Part 92, HUD may, by its execution of an amendment, deobligate funds previously awarded to the Participating Jurisdiction/Entity without the Participating Jurisdiction's/Entity's execution of the amendment or other consent. The Participating Jurisdiction/Entity agrees that funds invested in affordable housing under 24 CFR Part 92 are repayable when the housing no longer qualifies as affordable housing. Repayment shall be made as specified in 24 CFR Part 92. The Participating Jurisdiction agrees to assume all of the responsibility for environmental review, decision making, and actions, as specified and required in regulation at 24 CFR 92.352 and 24 CFR Part 58.

The Grantee shall comply with requirements established by the Office of Management and Budget (OMB) concerning the Universal Numbering System and System for Award Management (SAM) requirements in Appendix A to 2 CFR part 125, and the Federal Funding Accountability and Transparency Act (FFATA) in Appendix A to 2 CFR part 170.

The Period of Performance for the funding assistance shall begin on the date specified in item 12 and shall end on September 1st of the 5th fiscal year after the expiration of the period of availability for obligation. Funds remaining in the account will be cancelled and thereafter not available for obligation or expenditure for any purpose. Per 31 U.S.C. 1552. The grantee shall not incur any obligations to be paid with such assistance after the end of the Period of Performance.

13. For the U.S. Department of HUD (Name and Title of Authorized Official) Donnetta McAdoo - HUD Community Planning and Development Director	14. Signature	15. Date 12/04/2019
16. For the Participating Jurisdiction/Entity (Name and Title of Authorized Official) Toby Barker, Mayor, City of Hattiesburg	17. Signature	18. Date / /
19. Check one:	- h	1 <u></u>

🔀 Initial Agree	ement	Amendment #			
20. Funding Information: Source of Funds	HOME Appropriation Code	PAS Code	Amount		
2018	86 8/1 0205	HMF	\$317,500.00		
2017	86 7/0 0205	HMF	\$ 93.00		
2016	86 6/9 0205	HMF	\$ 267.00		

Funding Approval/Agreement

Title I of the Housing and Community Development Act (Public Law 930383) HI-00515R of 20515R

U.S. Department of Housing and Urban Development

Office of Community Planning and Development Community Development Block Grant Program

OMB Approval No. 2506-0193 exp 5/31/2018

1. Name of Grantee (as shown in item 5 of Standard Form 424)	3a. Grantee's 9-digit Tax ID Number	3b. Grantee's 9-digit DUNS Number
City of Hattiesburg	646000432	079448130
2. Grantee's Complete Address (as shown in item 5 of Standard Form 424)	Date use of funds may begin	
	(02/01/2019)	
PO Box 1898 Hattiesburg, MS 39403-1898	5a. Project/Grant No. 1	6a. Amount Approved
	B-18-MC-28-0006	\$560,001.00
	5b. Project/Grant No. 2	6b. Amount Approved

Grant Agreement: This Grant Agreement between the Department of Housing and Urban Development (HUD) and the above-named Grantee is made pursuant to the authority of Title I of the Housing and Community Development Act of 1974, as amended, (42 USC 5301 et seq.). The Grantee's submissions for Title I assistance, the HUD regulations at 24 CFR Part 570 (as now in effect and as may be amended from time to time), and this Funding Approval, including any special conditions, constitute part of the Agreement. Subject to the provisions of this Grant Agreement, HUD will make the funding assistance specified here available to the Grantee upon execution of the Agreement by the parties. The funding assistance specified in the Funding Approval may be used to pay costs incurred after the date specified in item 4 above provided the activities to which such costs are related are carried out in compliance with all applicable requirements. Pre-agreement costs may not be paid with funding assistance specified here unless they are authorized in HUD regulations or approved by waiver and listed in the special conditions to the Funding Approval. The Grantee agrees to assume all of the responsibilities for environmental review, decision making, and actions, as specified and required in regulations issued by the Secretary pursuant to Section 104(g) of Title I and published in 24 CFR Part 58. The Grantee further acknowledges its responsibility for adherence to the Agreement by sub-

U.S. Department of Housing and Urt	oan Development (By Name)			•	sburg (By Name)				
Donnetta Mcadoo				Toby Barker					
Title CRD Director				Title					
CPD Director Signature		Date (mm/dd/yyyy) 02/01/2019		Mayor Signature				Date (mm/dd/yyyy)	
7. Category of Title I Assistance for this Funding Action: 8. Special Co (check one Entitlement, Sec 106(b) X Attach		ə) ed	(08/16/2018)		— A □ b. A	eck one a. Orig. Funding Approval b. Amendment Amendment Number			
			f Community Develop			li meller	and the second		
		Block Grant		antao	FY (2018)	FY (20	-	FY()	
		a. Funds Reserved for this			\$559,957.00		\$ 44.00		
		b. Funds now being Approv c. Reservation to be Cancel							
		1. 22	ninus 11b)	u					
12a. Amount of Loan Guarantee Cor N/A	nmitment now being Approved			12b. Name and complete Address of Public Agency					
Loan Guarantee Acceptance Provisions for Designated Agencies: The public agency hereby accepts the Grant Agreement executed by the Department of Housing and Urban Development on the above date with respect to the above grant number(s) as Grantee designated to receive loan guarantee assistance, and agrees to comply with the terms and conditions of the Agreement, applicable regulations, and other requirements of HUD now or hereafter in effect, pertaining to the assistance provided it.			12c. Name of Authorized Official for Designated Public Agency						
HUD Accounting use Only			-						
Effective Date Batch TAC Program Y A Reg Area Document No. Project Number Category Amount (mm/dd/yyyy) F									
			Project Number Project Number Project Number		Am	ount			
Date Entered PAS (mm/dd/yyyy)	Date Entered LOCCS (mm/do	1/yyyy) Bato	h Number	Transactio	on Code	Entered By		Verified By	
					24 CF	R 570	for	m HUD-7082 (5/15)	
			Page 1					form HUD-40093	