

# HOME-ARP NON-SUBSTANTIAL AMENDMENT, NO.4 TO HOME-ARP ALLOCATION PLAN

#### **Abstract**

The Arkansas Development Finance Authority (ADFA) Non-Substantial Amendment No.4 to the September 26, 2022, HOME-ARP Allocation Plan ("the PLAN") - The following is a summary of language that amends the 2021 HOME-ARP Allocation Plan

### **Contents**

- 1. Background
- 2. Original Use of HOME-ARP Funding
- 3. Proposed Non-Substantial Amendment
- 4. Final Action on the Non-Substantial Amendment

#### 1. Background

Arkansas Development Finance Authority (ADFA) received \$37,547,010 in HOME-ARP funds. HOME-ARP is a one-time allocation to the state authorized under Section 3205 of the American Rescue Plan Act of 2021, Public Law 117-2, enacted on March 11, 2021. This supplemental funding was allocated by formula under the HUD HOME entitlement program. To receive the HOME-ARP allocation, ADFA developed a HOME-ARP Allocation Plan that was submitted September 26, 2022, as part of the State's PY2021 HUD Annual Action Plan. The Annual Action Plan details each year within the 5-year Consolidated Plan and outlines the implementation of annual funding, which is developed through significant public input, analyses, and planning.

The American Rescue Plan Act of 2021 was authorized for the purpose of providing assistance to the following populations:

- Homeless
- At risk of Homelessness
- Fleeing, or Attempting to Flee, Domestic Violence, Dating Violence, Sexual Assault, Stalking, or Human Trafficking
- Veterans and Families that include a Veteran Family Member
- Other Populations (Other Families Requiring Services or Housing Assistance to Prevent Homelessness and Households at Greatest Risk of Instability) as defined by HUD in the Notice.

The Plan was reviewed and approved by HUD on November 14, 2022, and included: 1) an outline of the consultation and public participation processes undertaken, 2) an assessment of the needs of Qualifying Populations and gaps in local housing and services systems, and 3) planned uses of HOME-ARP funds for prioritized populations and eligible activities. The HOME-ARP Program requires that all funds be spent between the period from plan approval November 14, 2022, through September 30, 2030.

### 2. Original Use of HOME-ARP Funding

ADFA will utilize HOME-ARP funds for the development of non-congregate shelter, to fund supportive services, and to provide operating support to non-profit organizations, as outlined in the program budget.

## 3. Proposed Non-Substantial Amendment

Arkansas Development Finance Authority is proposing an amendment to the state's Annual Action Plan for the HOME-ARP program and a Non-Substantial Amendment is required because it meets one or more of the following criteria in the HOME-ARP Notice:

- To change or correct the amount of de-obligated funds of Supportive Services from \$2,274,587.87 to \$2,217,566.77.
- ADFA intends to move program funding between HOME-ARP activities.
- ADFA plans to move the de-obligated funds to Non-Congregate Shelter Housing (NCS) activity.
- Total of de-obligated funds \$2,217,566.77 is less than 25% twenty-five percent of the total allocation of Home-ARP Program funding.

For this Non-Substantial Amendment, ADFA is not required to follow the state's Citizen Participation Plan to meet the citizen participation requirements for HUD formula grant programs.

Activity	Original Funding Amount	Revised Amount (2/11/2025)	Proposed Amount (Non-Substantial Amendment 4)	Percent of the Grant (Adjusted per Non- Substantial Amendment 4)
Supportive Services	\$ 10,137,692.50	\$9,815798.16	\$5,117,976.23	14%
Acquisition and Development of Non- Congregate Shelters	\$ 21,026,326.00	\$20,358,561.92	\$25,275,676.25	70%
Non-Profit Operating	\$1,877,350.50	\$1,817,740.40	\$1,598,448.00	4%
Administration and Planning	\$ 4,505,641.00	\$4,362,707.52	\$4,362,707.52	12%
Total HOME ARP Allocation	\$ 37,547,010.00	\$36,354,808.00	\$36,354,808.00	100%

## 4. Final Action on the Non-Substantial Amendment

ADFA's Non-Substantial Amendment No. 3 was submitted to HUD and approved on May 29, 2025.

Plan	Reason	Status	Date
Allocation Plan	Outlined the State's priorities to address the Homeless. Establish policy and procedures for awarding HOME-ARP funding. Prove capacity for grant management.	Approved	November 14, 2022
Substantial Amendment No 1	Established preferences for Supportive Services and Non-Congregate Activities.	Approved	June 20, 2023
Non-Substantial Amendment No 2	Change or reduction to the allocation amounts and to move uncommitted funds from one or more activity.	Approved	March 10, 2025
Non-Substantial Amendment No 3	De-obligate Supportive Services funds and move to Non-Congregate Shelter.	Approved	May 29, 2025
Non - Substantial Amendment No 4	Make corrections to the NCS and SS balances or totals reported in the Non - Substantial Amendment No 3	Approved	August 8, 2025

The notice will be posted on these websites.

https://adfa.arkansas.gov/ and https://portal.arkansas.gov/events

For more information or questions, please contact: Lori Brockway, Federal Housing Programs Manager: <a href="mailto:lori.brockway@arkansas.gov">lori.brockway@arkansas.gov</a> or adfa.home.arp@arkansas.gov.

#### **ATTACHMENTS**

**HOME-ARP Grant Agreement** 

ADFA's Non-Substantial Amendment Letter to HUD

HUD's response to Non-Substantial Amendment