

STATE OF ILLINOIS

Action Plan Amendment No. 14

May 23, 2012

**Supplemental CDBG Disaster Recovery 1800 ("Ike") Funding
From the Supplemental Appropriations Act**

Public Law 110-329, 2008
Federal Register FR-5337-N-01

GOVERNOR PAT QUINN
STATE OF ILLINOIS



ILLINOIS CDBG "IKE" ACTION PLAN AMENDMENT (NO. 14)

Through this Community Development Block Grant (CDBG) Disaster Recovery (DR) 1800 ("Ike") proposed plan amendment, Illinois is providing for greater flexibility in awarding "Ike" funds through the methods outlined below. This request reflects Illinois' commitment to utilize and award "Ike" funding in a manner that best supports the needs of Illinois residents and communities, and that can be assisted with CDBG Disaster "Ike" program funding.

To further support the needs of Illinois communities within the Federally-Designated Areas Eligible for CDBG "Ike" Assistance (Exhibit A) the State of Illinois is proposing to make revisions described below to Illinois' CDBG "Ike" Disaster Recovery Action Plan.

Public Comment Period

In accordance with CDBG requirements, DCEO has posted draft changes to the Illinois CDBG Disaster Recovery Action Plan in order to provide opportunity for public comment. The proposed Amended Plan for the Property Buyout Program is available on DCEO's website, at http://www.illinoisbiz.biz/dceo/Bureaus/Community_Development/CDBG+Disaster+Recovery+Programs/.

Interested parties should feel free to submit comments in writing or via email to DCEO. Comments may be directed to: Maureen Palmer, Deputy Director, Office of Community Development, DCEO, 100 West Randolph, Suite 3-400, Chicago, IL 60601, or emailed to maureen.palmer@illinois.gov, with "Public Comment to Ike Plan Amendment No.14" in the email subject line.

Preface to the Proposed "Ike" Action Plan Revisions

Illinois continues to make program adjustments as greater understanding of the specific needs of disaster impacted communities develops. The Ike-Program Amendment (No. 14) proposes the following changes to the previously-approved "Ike" Action Plan, as amended:

1. **"Ike" Property Buyout Program:** This amendment modifies the previous "Ike" Property Buyout Program parameters set forth in "Ike" Action Plan Amendment No. 6 to clarify the program scope and eligible activities, to clarify eligibility criteria for Housing Incentives, to eliminate components associated with Downpayment and Interim Mortgage Assistance, and to provide clarification associated with other program components.
2. **"Ike" Business Stimulus Program:** This amendment modifies the previous "Ike" Business Stimulus Program parameters set forth in "Ike" Action Plan Amendment No. 11 to provide clarification of the program parameters and the threshold criteria associated with supported businesses.
3. **"Ike" Technical Assistance/Capacity Building:** This amendment modifies the previous "Ike" Technical Assistance/Capacity Building parameters set forth in the "Ike" Action Plan to expand the "Eligible Applicant" criteria to include all State subgrantees (public and nonprofit) and to clarify that the State may, at its discretion, utilize Technical Assistance funds to provide assistance to any subgrantee in need of technical support.
4. **"Ike" and "DREF" Program Funding Allocation:** This amendment modifies the previous Program Funding Allocation set forth in the Disaster Recovery Enhancement Fund ("DREF") Plan, as amended, by reallocating funds between various program components in order to meet current disaster recovery needs.
5. **"Ike" Business Assistance Program:** This amendment modifies the previous "Ike" Business Assistance Program parameters set forth in "Ike" Action Plan Amendment No. 8 to eliminate the maximum grant award amount, which was previously set at \$3,000,000.

IKE PROPERTY BUYOUT PROGRAM

The previous parameters for the Ike-Property Buyout Program, are as follows:

Allocation for the IKE-Buyouts Program: \$28,063,749 (for all Ike buyouts-and related activities).

A. Consolidation of the IKE- Housing and Commercial Buyouts Programs

Illinois' "Ike" Program Plan Amendment (No.6) will combine and redesign the Ike-Housing Buyouts and the Commercial Buyouts programs into a consolidated Ike-Buyouts Program that can provide a single source of funding to communities that need assistance in acquiring residential, commercial and other properties for the purpose of assisting local residents and businesses in relocating out of flood-prone areas, and/ or addressing long term recovery in a comprehensive manner. Communities will not have to apply under two separate buyouts components to receive assistance in acquiring both the residential and commercial- properties needed to support a single buyouts project.

B. Ike-Eligible Buyouts Program Criteria-Revised

Community Property Buyouts Assistance (Local-Administered)

1. Eligible Applicants: City and county governments.
 - (i) Local governments (including cities, counties, etc.) in Ike-eligible communities,
 - (ii) Two or more Ike-eligible local communities working in support of a single or collaborative project,
 - (iii) Not-for-profit organizations on behalf of one or more Ike-eligible local communities.
2. Threshold Criteria:
 - (i) The property buyouts project must be in a flood-prone area of an Ike-eligible community (See Exhibit A), *and*
 - (ii) the residential, commercial or other property (parcels) that are part of the a community buyouts project must have either been directly impacted by flood or storm disaster damage in 2008, *or* the parcel(s) are within the area of the community for which the buyouts project has been designed.
3. Criteria for Selection:
 - (i) The overall level of damage in the buyout project's targeted area, as determined by condemnation, flood levels and/or status as beyond reasonable repair for each property;
 - (ii) the extent to which proposed buyout project supports overall flood mitigation plans/ long term recovery for the area and community.
4. Individual Grant Threshold: there is not an established funding cap; local conditions, factors and funding availability across project applications submitted for funding assistance.
5. National Objective: Must meet either: LMI (51%), urgent need, or slum/blight national objective.
6. Eligibility: HCDA Sec.105(a)(1), (11).

Individual Homeowner Relocation Assistance (State administered)

An incentive will be provided to homeowners that relocate outside a 100 year floodplain and agree to remain in the city or county where the approved buyout occurred, or another location within Illinois.

1. Eligible Applicants: Homeowners that have been awarded a DCEO buyout grant (as part of a community-buyouts project) and are of low-to-moderate income as defined by HUD Section 8 income limits.
2. Threshold Criteria- must be an approved home buyout and have documentation of new home location.
3. Criteria for Selection: Funding is on a first come, first served basis for those meeting the low to moderate income requirement.
4. Individual Grant Threshold:
 - (i.) \$20,000 max per homeowner who relocates in city of buyout;
 - (ii.) \$15,000 max per homeowner who relocates outside of city but in county of buyout; and
 - (iii.) \$10,000 max per homeowner who relocates outside of city and county of buyout but remains in Illinois.
5. National Objective: Must meet the national objective of primarily benefitting persons of low and moderate income.
6. Eligibility: HCDA Sec.105(a)(8).

NOTE--If funding remains after funding eligible community buyouts projects and individual relocation assistance projects, the following additional assistance may also be made available, but applicants should not presume that this funding will be available.

Individual Homeowner Down payment Assistance (State administered)

1. Eligible Applicants: Homeowners in buyout programs partially or fully funded with CDBG funds and are low-to-moderate income in accordance with HUD Section 8 income limits.
2. Threshold Criteria: Must be an approved buyout and have documentation of new home location.
3. Criteria for Selection: Funding is on a first come, first served basis .
4. Individual Grant Threshold: The maximum grant award will be established by program's underwriting criteria. The goal is to assure that no LMI homeowner has a mortgage that is greater than 30 percent of their income.
5. National Objective: Must meet the national objective of primarily benefiting persons of low and moderate income.
6. Eligibility: HCDA Sec.105(a)(8)

Individual Interim Mortgage Assistance (State administered)

1. Eligible Applicants: Homeowners in buyout programs partially or fully funded with CDBG funds and are low-to-moderate income in accordance with HUD Section 8 income limits.
2. Threshold Criteria: Must be an approved buyout.
3. Criteria for Selection: First come, first served under the buyout program with a documented need for assistance.
4. Individual Grant Threshold: \$1000 per month not to exceed 6 months.
5. National Objective: Must meet the national objective of primarily benefiting persons of low and moderate income.
6. Eligibility: HCDA Sec.105(a)(8).

C. Ike-Match Funding of FEMA-Funded Projects:

For proposed property buyout projects that meet the eligibility criteria outlined by this amendment, and for which FEMA funds are *not* available, CDBG funds will be continue to be available to support project costs.

Following submitting and receiving approval of Illinois' Ike program, HUD made the option of matching FEMA-funded projects an eligible activity that states could include in their Ike-disaster recovery programs. DCEO, pending HUD approval of this plan amendment, will also consider funding projects for which FEMA funding *has been* approved in communities eligible for CDBG-Ike program funds (See Exhibit A below), either through a global match mechanism (if this is approved by IEMA/ FEMA), or the more conventional local match mechanism:

1. Global Match Funding of FEMA-Funded Projects

Pending approval by IEMA/ FEMA, through a 25% global match of a DCEO-selected group of Ike-eligible projects, initially approved for FEMA funding.

If DCEO's global match request is approved, DCEO will strive to include a significant number of projects pending Ike buyouts assistance into the global match grouping to achieve an expeditious process of awarding and monitoring buyouts projects approved by both DCEO and IEMA.

2. Local Match Funding of FEMA-Funded Projects

Certain projects may be better served by the conventional local match mechanism than the global match, due to time constraints, the modest size of the project, etc. DCEO therefore reserves the right to fund Ike buyouts applications under the standard local match process, notwithstanding approval of the global match it is pursuing for the Ike buyouts program.

D. Specific Projects identified for Ike-Buyouts Funding Assistance:

1. Village of Gulfport, IL- Holistic Buyout Support

Every residential and commercial property in the village of Gulfport was severely damaged or destroyed as a result of the flooding of 2008. A holistic buyouts approach will allow Gulfport to use funding to address not only the community needs for voluntary buyout assistance, but will also allow funds to determine the feasibility of constructing a newly situated Gulfport and if determined feasible, allow funds to be used for the redevelopment of a "new" Gulfport positioned outside the 100 year floodplain where Gulfport currently resides. DCEO believes that Gulfport demonstrates the strongest justification for buyouts and buyout-related activities funding assistance.

***NOTE--** Other eligible costs for the Gulfport project include other eligible CDBG activities associated with relocating a community (e.g., planning, acquisition, infrastructure and eligible redevelopment costs.). DCEO must approve project plans and detailed costs estimates prior to the City of Gulfport obligating funds for buyout related costs to relocate community.*

2. Other Eligible Projects, Prioritized for Ike-Buyouts Assistance

- Henderson County - comprehensive buyouts project. Henderson county (outside of Gulfport) has been prioritized by the state due to the substantial flood damage the county received in 2008, leaving homeowners in a 100 year flood plain. Additionally, although the damage Henderson faced outside of Gulfport cannot compare to the devastation of Gulfport, the Gulfport and remaining Henderson county projects will be coordinated and managed by the same local project team, involving county and local officials and a selected outside planner. The Henderson county buyouts project therefore must be timed and planned in conjunction with the Gulfport project to ensure the objectives for both projects can be achieved. *In coordination with the Gulfport project, Henderson county may also qualify for assistance in addition to a pure buyout project.*

- City of Rockford -- Phase II of the Keith Creek comprehensive buyouts project. The city of Rockford has endured numerous flooding events throughout Winnebago County, leaving a substantial number of the city's residents without decent and safe housing. Rockford's local economy is has resulted in one of the highest local unemployment rates in Illinois. The city has developed a comprehensive phased buyouts program- the Keith creek buyouts project, which will be followed by a long term recovery/ flood mitigation project. Homes that are nearest to the Rockford Keith creek, will be acquired and demolished under a three-phase housing buyouts project. The creek will then be widened as part of a long term recovery effort, to achieve significantly greater flood mitigation going forward. The proposed Ike buyouts funding set aside will provide a 25% match of pending FEMA-funding assistance to support the second phase of the 3-phase buyouts project.
- City of Chicago -- Albany Park Home buyout. The city of Chicago's single home buyout funding request will enable the city to acquire the sole parcel standing in the way of an expansive flood mitigation project in Chicago's Albany Park neighborhood on the northwest side of the city. The flood mitigation project will follow the acquisition of this single home, located in the flood prone area targeted for long term recovery. The state has determined that modest award necessary to achieve this project and support the long term recovery effort should not be further delayed.

The **revised** parameters for the Ike-Property Buyout Program, are as follows:

Allocation for the IKE-Buyouts Program: \$37,598,171 (for all Ike buyouts-and related activities).

A. Program Summary

Illinois' Ike-Buyouts Program will provide funding to communities that need assistance in acquiring single-family residential, multi-family residential, commercial, and other properties for the purpose of assisting local residents and businesses in relocating out of flood-prone areas. Incentives may be available to encourage citizens to move out of harms' way to safer areas outside the 100 year floodplain to specific geographic areas. Any remaining structures on the acquired properties will be demolished and cleared and the properties will be converted to permanent "green space." Any displaced tenants (residential or commercial) will be eligible for relocation benefits. Specific communities that experienced significant disaster damage may be eligible for additional funding to address long term recovery in a comprehensive manner.

B. Program Parameters

1. Eligible Applicants:
 - (i) Local governments (including cities, counties, etc.) in Ike-eligible communities,
 - (ii) Two or more Ike-eligible local communities working in support of a single or collaborative project,
 - (iii) Not-for-profit organizations on behalf of one or more Ike-eligible local communities.
2. Threshold Criteria: The property buyouts project must be in a flood-prone area of an Ike-eligible community (See Exhibit A).
3. Selection Criteria:
 - (i) The overall level of damage in the buyout project's targeted area, as determined by condemnation, flood levels and/or status as beyond reasonable repair for each property;
 - (ii) The extent to which the proposed buyout project supports overall flood mitigation plans/ long term recovery for the area and community.
4. Individual Grant Threshold:
 - (i) There is not an established funding cap;
 - (ii) Local conditions and funding availability will be considered in determining the grant award.

5. National Objective: All program activities must meet one of the following National Objectives:
 - (i) Activities benefiting low and moderate income (LMI) persons (24 CFR 570.483(b))
 - (ii) Activities which aid in the prevention or elimination of slums or blight (24 CFR 570.483(c))
 - (iii) Activities designed to meet community development needs having a particular urgency (24 CFR 570.483(d))
6. Eligibility: Program components are limited to activities allowed under Sections 105(a)(1), (4), and (11) of the Housing and Community Development Act of 1974.

C. Housing Incentives

Incentives may be provided to homeowners that relocate outside a 100 year floodplain.

1. Eligible Applicants must meet all the following criteria:
 - (i) Municipality must have applied for incentive grant funds, and
 - (ii) Applicant must be a low-and-moderate income (LMI) homeowner¹ that resided in the 100 year floodplain at the time of the 2008 disaster and have completed the buyout process, and
 - (iii) Applicant must purchase a new home outside the 100 year floodplain, and
 - (iv) The purchased property must serve as the applicant's primary residence.
2. Individual Grant Threshold:
 - (i.) \$20,000 per homeowner who relocates in the city of buyout²;
 - (ii.) \$15,000 per homeowner who relocates outside of the city but in the county of buyout; and
 - (iii.) \$10,000 per homeowner who relocates outside of city and county of buyout but remains in Illinois.
3. National Objective:
 - (i.) Must meet the national objective of benefitting persons of low and moderate income (24 CFR 570.483(b)), or
 - (ii.) Must meet the national objective of meeting community development needs having a particular urgency (24 CFR 570.483(d)) – available to Henderson County homeowners only.
4. Eligibility: Federal Register FR-5441-N-01 specifically allows for housing incentives to promote housing development or resettlement in particular geographic areas.

D. Ike-Match Funding of FEMA-Funded Projects

Public Law 111-117 amended Public Law 110-329 to allow CDBG-Ike funds to be used to meet the State and local matching requirement for other Federal programs. As such, Property Buyout Program funds may be used to meet local match requirements in Ike-eligible communities where other Federal funds have been approved for buyout-related projects.

For proposed property buyout projects that meet the eligibility criteria outlined by this amendment, and for which FEMA funds are *not* available, CDBG funds may be available to support project costs depending upon funding availability.

¹ Due to the substantial flood damage incurred by Henderson County in 2008 and the urgent need of homeowners to relocate outside the 100-year floodplain, exceptions will be granted to allow non-LMI homeowners in Henderson County that meet all other eligibility criteria to receive housing incentives.

² Exceptions may be granted for any community where 90% or more of the incorporated boundaries are within a 100 year floodplain and the homeowner relocates within the County

IKE BUSINESS STIMULUS PROGRAM

The **previous** parameters for the Ike-Business Stimulus Program, are as follows:

Ike-Business Stimulus Component - *Per Ike Plan Amendment No.11:*

1. Allocation for Activity: \$15,000,000.
2. Eligible Applicants:
 - (i) Businesses in communities that fall within an Illinois 2008 FEMA-declared county. (See Exhibit A), or Local communities that are located in an Illinois 2008 FEMA-declared county (Exhibit A), on behalf of local businesses,
 - (ii) Local communities that are located in an Illinois 2008 FEMA-declared county (Exhibit A), on behalf of local businesses, and
 - (iii) Not-for-profit organizations on behalf of one or more Ike-eligible local communities.
3. Threshold Criteria:
 - (i) Business supported suffered physical damage due to the 2008 disasters,
 - (ii) Business supported is currently located or will locate in an Illinois county affected by 2008 disaster (Exhibit A) and is relying in part or whole on CDBG-Ike economic development program funding to remain or relocate into the disaster-affected county,
 - (iii) Business supported is a for-profit business including, but not limited to, a sole proprietorship, partnership, corporation, joint venture, association or cooperative.
4. Individual Award Threshold: \$2,000,000¹
5. Eligible Activities: Awards and assistance may be in the form of grants or various CDBG-eligible loan instruments as determined by the Department to support permanent job creation and/ or retention by the company(s) receiving IKE-Business Stimulus Program assistance²
6. Eligibility 105(a)(2),(14),(15),(17).
7. National Objective: Must meet either: 51% low-to-moderate income (LMI) benefit, urgent need, or the slum/blight national objective.

¹ Per Illinois' Ike Disaster Recovery Plan, the Department reserves the right to grant awards exceeding the standard threshold limits under the various program components, as determined on a case-by-case basis.

² The project can support other beneficial activities, such as construction jobs, long term economic recovery, economic revitalization, but these activities cannot replace the primary objective of supporting permanent job creation or retention, within two years from the start of the project.

The **revised** parameters for the Ike-Business Stimulus Program, are as follows:

1. Allocation for Activity: \$22,593,615
2. Eligible Applicants:
 - (i) Businesses in communities that fall within an Illinois 2008 FEMA-declared county. (See Exhibit A), or
 - (ii) Local communities that are located in an Illinois 2008 FEMA-declared county (Exhibit A), on behalf of local businesses, or
 - (iii) Not-for-profit organizations on behalf of one or more Ike-eligible local communities.
3. Threshold Criteria:
 - (i) Supported business is a for-profit business including, but not limited to, a sole proprietorship, partnership, corporation, joint venture, association or cooperative, and
 - (ii) Supported business must meet one of the following criteria:
 - a. Business suffered physical damage due to the 2008 disasters, or
 - b. Business is currently located or will locate in an Illinois county affected by 2008 disaster (Exhibit A) and is relying in part or whole on CDBG-Ike economic development program funding to remain or relocate into the disaster-affected county.
4. Individual Award Threshold: \$2,000,000.³

³ Per Illinois' Ike Disaster Recovery Plan, the Department reserves the right to grant awards exceeding the standard threshold limits under the various program components, as determined on a case-by-case basis.

5. Eligible Activities: Awards and assistance may be in the form of grants or various CDBG-eligible loan instruments as determined by the Department to support permanent job creation and/ or retention by the company(s) receiving IKE-Business Stimulus Program assistance.⁴
6. Eligibility: Program components are limited to activities allowed under Sections 105(a)(2),(14),(15), and (17) of the Housing and Community Development Act of 1974.
7. National Objective: All program activities must meet one of the following National Objectives:
 - (i) Activities benefiting low and moderate income (LMI) persons (24 CFR 570.483(b))
 - (ii) Activities which aid in the prevention or elimination of slums or blight (24 CFR 570.483(c))
 - (iii) Activities designed to meet community development needs having a particular urgency (24 CFR 570.483(d))

IKE TECHNICAL ASSISTANCE/CAPACITY BUILDING

The **previous** parameters for the Ike-Technical Assistance/Capacity Building Program, are as follows:

Ike-Technical Assistance/Capacity Building - Per Ike Action Plan:

Local communities and counties affected by 2008 disaster will require technical assistance and planning capacity in order to successfully execute the programs above. Counties may need additional capacity in the following areas:

- Project and construction management services
- Additional planning capacity including resource mapping, environmental engineering assessments,
- Relocation planning, professional development, GIS resources and/or zoning planning and expertise
- Case management assistance to individuals and families
- Additional building code and compliance inspectors
- Other capacity needs as approved by the DCEO

1. Allocation for Activity: **\$1,691,913.00**
2. Eligible Applicants: City and county governments
- 3a. Threshold Criteria
 - (i) Projects will address a variety of short or long term needs arising from the 2008 disasters in affected communities.
- 3b. Criteria for Selection:
 - (i) Requests for technical assistance must clearly specify the type of technical assistance, capacity building that the funding will support and will assist the applicant's ability to further long or short term disaster recovery efforts.
 - (ii) First come- first served
4. Grant Size Limits: No set limit
5. Eligibility: 105(a)(19)

⁴ The project can support other beneficial activities, such as construction jobs, long term economic recovery, economic revitalization, but these activities cannot replace the primary objective of supporting permanent job creation or retention, within two years from the start of the project.

The **revised** parameters for the Ike-Technical Assistance/Capacity Building Program, are as follows:

State subgrantees (public and nonprofit) participating in “Ike” disaster recovery programs may require technical assistance and capacity building in order to successfully execute Ike programs and projects. Subgrantees may need assistance and/or additional capacity in the following areas:

- Project and construction management services;
- Additional capacity planning including resource mapping, environmental engineering assessments;
- Relocation planning, professional development, GIS resources and/or zoning planning and expertise;
- Case management assistance to individuals and families;
- Additional building code and compliance inspectors;
- Other capacity needs as approved by DCEO.

1. Allocation for Activity: **\$1,269,208**

2. Eligible Applicants/Recipients:

- (i) Local governments (including cities, counties, etc.) in Ike-eligible communities that have been awarded funding to implement Ike disaster recovery programs and projects;
- (ii) Not-for-profit organizations that have been awarded funding to implement Ike disaster recovery programs and projects;
- (iii) State agencies that have been awarded funding through an interagency agreement to implement Ike disaster recovery programs and project.

3. Criteria for Selection:

- (i) Subgrantees may submit requests for Technical Assistance/Capacity Building to the State. Provision of assistance will be provided based on the following criteria:
 - a. Requests for assistance must clearly specify the type of technical assistance or capacity building needed;
 - b. The requested assistance must support the recipient’s ability to successfully implement disaster recovery efforts;
 - c. Assistance will be provided on a first come-first served basis.
- (ii) The State may, at its discretion, provide assistance to subgrantees identified to have specific technical or capacity needs.

4. Types of Assistance: As determined by the State, assistance may be provided to subgrantees in the following forms:

- (i) Direct technical assistance provided by the State and/or its agents;
- (ii) Funding to be used for the purchase of technical assistance.

5. Grant Size Limits: No set limit

6. Eligibility: 105(a)(19)

IKE PROGRAM FUNDING ALLOCATION

The **revised** Ike Program Funding Allocation is as follows:

Illinois CDBG Disaster Recovery (1800) Program METHOD OF DISTRIBUTION - TABLE SUMMARY⁵				
<u>Program Category</u>	<u>Budget (%)</u>	<u>Budget (\$)</u>	<u>Grant Ceiling</u>	<u>Application Process⁶</u>
Economic Development Activities				
Business Stimulus (ED)	12%	\$22,593,615	\$2,000,000	Ongoing
Business Assistance Program (BAP)	3%	\$4,871,683	No set limit ⁷	Ongoing
Housing Activities				
Affordable Rental Housing Program (AHP)	10%	\$19,500,911	Varied	Ongoing
Housing Rehabilitation & Repair (HRR)	5%	\$9,112,750	Varied	Closed
Buyouts Activities				
Property Buyouts Program (PBP)	19%	\$37,598,171	No set limit	Ongoing
Economic/ Community Revitalization				
Community Stabilization Program (CSP)	16%	\$30,516,846	\$15,000,000	Ongoing
Public Infrastructure and Improvements				
Public Infrastructure (Entitlement/ Non-Entitlement Communities) (PI)	27%	\$51,993,372	\$750,000	Closed
Planning/ Technical Assistance				
Planning Assistance Program	3%	\$6,558,449	\$50,000	Closed
Technical Assistance	1%	\$1,269,208	N/A	N/A
Administration:				
Administration (State and Local)	5%	\$9,684,999	N/A	N/A
TOTAL Program Budget	100%	\$193,700,004		

⁵ The Department reserves the right to establish the amount of the grant funds awarded, raise the individual grant ceilings, and shift CDBG-DR (1800) program funding from one category or component (as outlined in the plan's method of distribution) into another, if it determines that the objectives for the CDBG-DR (1800) program are best served by doing so. Shifting of funding will not be done in an arbitrary manner.

⁶ The Department reserves the right to open or close the application process for any "Ike" program component as greater understanding of the specific disaster recovery needs of disaster impacted communities develops.

⁷ This amendment eliminates the previously established BAP maximum grant award defined in "Ike" Action Plan Amendment No. 8. This modification will provide additional flexibility to increase grant awards for program participants with exceptional performance records.

Exhibit A

Federally-Designated Areas Eligible for CDBG "Ike" Assistance

The following Illinois counties were declared eligible for federal assistance in the three 2008 Disaster Declarations:

Illinois Counties Declared Under FEMA-1800-DR

- | | |
|-------------------|-----------------------|
| 1. Bureau County | 9. Kendall County |
| 2. Cass County | 10. LaSalle County |
| 3. Cook County | 11. Macoupin County |
| 4. DeKalb County | 12. Montgomery County |
| 5. DuPage County | 13. Peoria County |
| 6. Greene County* | 14. Scott County* |
| 7. Grundy County | 15. Will County |
| 8. Kane County | 16. Woodford County |

Illinois Counties Declared Under FEMA-1771-DR

- | | |
|----------------------|------------------------|
| 1. Adams County | 14. Lake County |
| 2. Calhoun County | 15. Lawrence County |
| 3. Clark County | 16. Madison County |
| 4. Coles County | 17. Mercer County |
| 5. Crawford County | 18. Monroe County |
| 6. Cumberland County | 19. Pike County |
| 7. Douglas County | 20. Randolph County |
| 8. Edgar County | 21. Rock Island County |
| 9. Greene County* | 22. St. Clair County |
| 10. Hancock County | 23. Scott County* |
| 11. Henderson County | 24. Whiteside County |
| 12. Jasper County | 25. Winnebago County |
| 13. Jersey County | |

Illinois Counties Declared Under FEMA-1747-DR

- | | |
|--------------------|----------------------|
| 1. Iroquois County | 2. Livingston County |
|--------------------|----------------------|

* Greene and Scott counties were declared under both the FEMA 1771 and 1800 declarations