

Amendment Number 2

to the State of Tennessee Action Plan for CDBG Supplemental Disaster Recovery Funds

The State of Tennessee proposes to amend its approved Action Plan for the disaster recovery funds from the storms that affected the state in 2011 and 2012.

1. Changes to the “Description of MOD” to allow for spending of additional \$4,200,000.00.

This amendment reflects a substantial amendment to the Action Plan as described in the “Description of MOD” section of the Action Plan, and this Amendment is an addition to the Action Plan. Pre-applications were received from eligible communities outside of Shelby County affected by the disasters. These applications were reviewed by staff from the Office of Federal Programs and scored using the competitive criteria outlined in the “Criteria to Determine MOD” section of the Action Plan. TNECD has determined which applicants will be invited to submit full applications. This amendment will be posted on the TNECD CDBG website for seven days for public comment. Grant administrators and others representing communities who submitted pre-applications will be notified of the posting and asked for comment. No public comments were received.

TNECD received 77 pre-applications for funding requesting more than \$18M; requests were limited to \$250,000 because of the small amount of funds that are available for these projects. TNECD requests the full applications from the following projects which all meet the LMI national objective with the exception of three projects totaling \$750,000:

	<u>Grantee</u>	<u>Project</u>	<u>Amount</u>	<u>County</u>
1	Perry County	Water Line Extension	\$500,000	Perry
2	Cumberland County	Communications Improvements	\$250,000	Cumberland
3	Bolivar	Drainage Project	\$250,000	Hardeman
4	Milan	Drainage System Improvements	\$250,000	Gibson
5	Obion	Generator Project	\$126,474	Obion
6	Tellico Plains	Water & Sewer System	\$250,000	Monroe
7	Huntingdon	Drainage Improvements	\$250,000	Carroll
8	Dyersburg	Manhole Rehabilitation Project	\$250,000	Dyer
9	Hohenwald	Waterline Reconstruction	\$156,000	Lewis
10	Johnson County	Emergency Operations Center Addition	\$250,000	Johnson
11	Kenton	Lagoon Baffle Curtain Replacement	\$247,065	Gibson, Obion
12	Trenton	Wastewater Treatment Plant Improvements	\$250,000	Gibson
13	Caryville	Mountain & Lindsay Rd Road and Drainage Project	\$241,920	Campbell
14	Cleveland	CU Electrical Redundancy Project	\$250,000	Bradley
15	Rhea County	Fire Hydrant Project	\$250,000	Rhea
16	Sharon	Fire Department Generator Request	\$112,137	Weakley
17	Gates	Stormwater Flooding Improvements	\$250,000	Lauderdale
		Total Amount Recommended	\$4,133,596	

An additional \$66,404 is requested for administration to be used by TNECD for a total of \$4,200,000.

With the acceptance of this amendment and the receipt of full applications, projects will begin and will be completed within 2 years of the approval of the action plan.

2. Updates to the projected use of funds to reflect needs for Amendment 2. The following charts are part of the “Program Activities” section of the Action Plan. The charts are updated to reflect the needs related to Amendment 2.

Total Allocation	\$13,810,000
Total Eligible Recovery Activities	\$13,119,500
Administration by the State	\$690,500

Shelby County Allocation (including administration funds of up to \$477,760)	\$9,555,200
Remainder Allocation Available for other Declared Communities (including administration funds of up to \$212,740)	\$4,254,800

First Allocation to be focused on projects in Shelby County, acceptance and review of pre-applications for funds outside of Shelby County and administration expenses	\$5,000,000
Second allocation based on projects outside of Shelby County and administration expenses (Request for allocation in this substantial amendment)	\$4,200,000
Final allocation of funds for use in Shelby County (This will be requested in another substantial amendment when	\$4,610,000

the first round of projects are closer to completion in early 2016)	
---	--

3. Projected Expenditures and Outcomes. The “Expenditures Projections May 2015” document on the TNECD CDBG website (<http://tn.gov/ecd/CDBG/>) reflects an update based on the allocation of funds in this substantial amendment and the progress of the current projects.