## DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT DIVISION OF STATE FINANCIAL ASSISTANCE

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July 29, 2022

**MEMORANDUM FOR:** All Recipients

Infill Infrastructure Grant Program of 2019

**FROM:** Jennifer Seeger, Deputy Director

Division of State Financial Assistance

NOTICE NUMBER: 2022-04

SUBJECT: Infill Infrastructure Grant Program of 2019

**Guideline Amendment** 

**Administrative Note**: This notice establishes a formal written notification of administrative guidelines and policies that affect the operation of Department funding programs. This format is used to identify, clarify and record administrative guidelines and interpretations of public interest.

This notice sets forth and clarifies certain requirements under the IIG Program of 2019 Guidelines as described below

WHEREAS the Department of Housing and Community Development (Department) is authorized to adopt, promulgate, amend, repeal and administer standards, requirements, procedures or guidelines (collectively Program Guidelines) for financial assistance offered pursuant to Department housing finance programs, through the notices of funding availability and related guidelines as identified below:

WHEREAS pursuant to the statutory authority for the programs referenced in the guidelines and NOFA's below, the Program Guidelines shall not be subject to the requirements of Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code;

WHEREAS the Department is issuing this interpretative guidance for the purposes of clarifying the following:

 the Department published Infill Infrastructure Grant Program of 2019 Amended Guidelines dated October 19, 2019, and amended February 14, 2020 ("IIG 2019 Program Guidelines"), which contained performance deadlines based upon a statutory liquidation date of June 30, 2023;

- A number of awarded projects have identified COVID-19 related delays impacting their ability to meet the June 30, 2023 liquidation deadline;
- The 2021 Budget bill (Chapter 21, statute of 2021) authorized the Department of Finance to authorize an extension of the liquidation period if it is determined that and extension is needed to facilitate a project's completion due to the impact of COVID-19;
- The Department has reviewed and submitted requests for liquidation extension approval to the Department of Finance who has determined, on a case-by-case, basis, that the extension request is related to COVID-19 delays and has subsequently approved a liquidation extension to June 30, 2025.
- To facilitate the execution of standard Agreements noting the June 30, 2025 liquidation date, the Department is amending the IIG Program of 2019 Guidelines as outlined below.

THEREFORE, by the undersigned execution of the Department's director, the Department hereby adopts and amends into the Program Guidelines the following addendums thereto, as if such provision were originally set forth in each publication of the Program Guidelines as detailed below:

Infill Incentive Grant (IIG) Program of 2019 (Section 53559 of Division 31 of the Health and Safety Code)

Program Guidelines (adopted October 30, 2019, as amended on February 14, 2020), Article II Program

Requirements, Section 306, Grant Terms and Limits and applicable to the Notices of Funding Availability for <a href="large">large</a> and <a href="small">small</a> jurisdictions issued October 30, 2019 is amended to add the following:

Article II. Program Requirements, Section 306. Grant Terms and Limits:

(h) Upon written request and demonstration of good cause by the Recipient, the Department, in its sole discretion, may extend the date for compliance with any of the conditions in this section. The Department's discretion to extend dates for compliance shall be retroactive and apply to all awards made pursuant to these Guidelines.

Tue	7/27/2022
Gustavo Velasquez, Director	Date
California Housing of Housing and	
Community Development	