



U.S. Department of Housing and Urban Development
Anchorage Field Office
Office of Community Planning and Development
3000 C Street, Suite 401
Anchorage, AK 99503
<http://www.hud.gov/alaska>

January 30, 2023

The Honorable Michael J. Dunleavy
Governor, State of Alaska
Post Office Box 110001
Juneau, AK 99811-0001

Subject: 2021 Program Year Review Letter

Dear Governor Dunleavy:

HUD is required by federal regulations to review, on an annual basis, the performance of each jurisdiction that receives grant funding through the consolidated plan process. Pursuant to title 24 of the code of federal regulations part 91.525(b), this letter serves as HUD's written performance report.

HUD is obligated to determine on an annual basis that the state of Alaska (SOA) has a continuing capacity to implement and operate programs for which HUD assistance is received, primarily, the Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), Housing Trust Fund (HTF), and the Emergency Solutions Grant (ESG).

The Program Year Review Letter serves as the mechanism for HUD to communicate to the SOA and citizens the results of HUD's determinations for the program year. The following is HUD's analysis for the period, July 1, 2021, to June 30, 2022, designated as program year 2021 (PY21). PY21 was the second year of the State's five-year Consolidated Housing & Community Development Plan that covers the State fiscal years 2021 – 2025 (Consolidated Plan).

Community Development Block Grant

The SOA's Department of Commerce, Community and Economic Development, Division of Community and Regional Affairs (DCRA), is charged with programmatic responsibility for the administration of the CDBG program. For PY21 the SOA received a CDBG allocation of \$3,348,442. The SOA reports it awarded CDBG funds to seven communities in PY21. Those CDBG funds will be used to create a suitable living environment, for low and moderate-income persons through targeted community development and planning activities. The SOA reports benefit to 700 low and moderate-income persons for CDBG projects completed during the program year.

Emergency Solutions Grant

The ESG program is administered by the Alaska Housing Finance Corporation (AHFC). For PY21 the SOA received an ESG allocation of \$269,217. These ESG funds were distributed to five agencies located in Juneau, Fairbanks, Kodiak and Wasilla. During PY21 ESG funds provided homeless prevention, rapid re-housing and shelter support that resulted in 844 persons being assisted.

HOME Investment Partnerships Program

The HOME allocation for the SOA is also administered by AHFC. The SOA received an allocation of \$3,000,000 in HOME funds for PY21. During PY21 using HOME funds, 20 household were assisted through the production of new rental housing units. In addition, 32 households were assisted with tenant based rental assistance. HOME funded homeownership activities assisted 20 households during the program year. Total HOME funded activities during PY21 provided improved affordability and/or sustainability of decent housing for 72 families.

Housing Trust Fund

During PY21 the State received an allocation of \$3,101,884 under the Housing Trust Fund. AHFC was designated as the agency to administer those funds. During PY21 using HTF funds, four projects were complete, providing assistance for six new HTF units.

Other HUD Programs

AHFC continues to serve as Alaska's statewide public housing authority (PHA). For PY21 AHFC continued participation in the Moving to Work (MTW) demonstration program. The MTW demonstration is overseen by HUD through the Office of Public and Indian Housing. Full reporting and correspondence for MTW is handled under separate cover.

HUD Conclusion

The SOA directly received a total of \$9,719,5435 in federal funds from HUD for housing and community development activities. This investment in Alaska has resulted in the creation and preservation of affordable housing and addressed community development needs, first time home buyers, homeless persons, and persons with special needs. Based on HUD's review of the SOA's performance in the CDBG, HOME, HTF, and ESG programs during PY21, the following determinations have been made:

The SOA has carried out its program substantially as described in its Consolidated Plan.

The Consolidated Plan submission, as implemented, complies with the requirements of the Housing and Community Development Act of 1974, the Cranston-Gonzalez National Affordable Housing Act, and other applicable laws and regulations.

The SOA has the continuing capacity to carry out the approved program.

In accordance with 24 CFR 91.525, this letter will be made available to the public by means of the HUD website at <https://www.hud.gov/states/alaska/working/cpd> An electronic copy of the letter can be accessed by clicking on the “State of Alaska” review letter link on the webpage.

If you have any questions, please don’t hesitate to contact Carma Reed, Director of Community Planning and Development, at (907) 677-9890.

Sincerely,

/s/

J. Chad Stovall
Field Office Director

cc:

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