

## **Substantial Plan Amendment**

### **FY 2014 Annual Action Plan**

#### **SECTION 108 PROGRAM**

The City of Tucson's request for loan guarantee assistance under Section 108 of the Housing and Community Development Act of 1974, as amended, was approved by the Department of Housing and Urban Development (HUD) on March 7, 2012. \$20 million in guaranteed loan funds will be used to create a loan pool available for individual projects in a target range of between \$2 million and \$10 million that will have positive economic and community development benefits, including job creation.

**The City of Tucson FY 2014 Annual Action Plan is amended to include the following project:**

#### **SECTION 108 PROGRAM**

##### **ADA Sidewalks & Curbs Project**

In the November 2012 elections, City of Tucson voters approved a \$100 million General Obligation bond program to improve the condition of City streets. Bond funds will be used to restore, repair and resurface streets inside Tucson City limits. Approximately 130 miles of major streets and 114 miles of neighborhood streets will be resurfaced as part of the bond program. All work will be competitively bid out to private sector contractors. Streets were selected based on a comprehensive engineering analysis of the condition of City streets and a determination of the appropriate paving treatment based on the condition. Bond funds will be used for street resurfacing from curb to curb, no monies are permitted for sidewalks, ADA improvements, bus stops or other transportation improvements. In the past, the City had relied on HURF (Highway User Revenue Fund) to pay for investments in streets, however, there has been a significant decline in HURF allocations to cities. *The City's General Fund does not have the capacity to cover lost HURF revenues, which has resulted in a pressing need to apply for Section 108 funds to undertake primarily ADA upgrades in low- to moderate-income areas.*

The City of Tucson, Arizona, is applying to the Department of Housing and Urban Development for a Section 108 loan in amount of \$1,769,000 for the ADA Sidewalks & Curbs Project.