

**261—23.4 (15) Allocation of funds and eligible applicants.**

**23.4(1) *Allocation of funds.*** Upon approval by HUD, the authority will annually allocate CDBG funds among programs or activities according to the annual action plan as follows:

- a. Administration.
- b. Technical assistance.
- c. Housing fund.
- d. Job creation, retention and employment enhancement fund. Job creation, retention and employment enhancement funds are awarded through three programs: the economic development set-aside (EDSA), the public facilities set-aside (PFSA), and career link.
- e. Water and sewer fund.
- f. Community facilities fund.
- g. Opportunities and threats fund.

**23.4(2) *Eligible applicants.*** All incorporated cities and all counties in the state of Iowa, except those designated as entitlement areas by the U.S. Department of Housing and Urban Development, are eligible to apply for and receive funds under the CDBG program. Applicants shall not apply on behalf of eligible applicants other than themselves.

**23.4(3) *Application with subrecipients.*** Any eligible applicant may apply directly or on behalf of a subrecipient.

**23.4(4) *Joint applications.*** Any eligible applicant may apply individually or jointly with another eligible applicant or other eligible applicants.

**23.4(5) *Reallocation.*** Any reserved funds not used for their specified purpose within the program year shall be reallocated in amounts and to funds as approved by the director to ensure the availability of resources to those funds in which the greatest need is demonstrated to exist or to respond to community or business needs.

**23.4(6) *Recaptured funds.*** Recaptured funds shall be available for use through the water and sewer fund, the community facilities fund, the opportunities and threats fund, the housing fund, the downtown revitalization fund, and the economic development set-aside fund. As approved by the director, recaptured funds may be used to fund projects from the job creation, retention and employment enhancement fund in order to respond to an immediate business need if no funds are available through the economic development set-aside fund or public facilities set-aside fund. Recaptured funds remaining at the end of a program year shall be reallocated in amounts and to funds as approved by the director to ensure the availability of resources to those funds in which the greatest need is demonstrated to exist or to respond to a community or business need.