



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, D.C. 20410-7000

OFFICE OF THE ASSISTANT SECRETARY
FOR COMMUNITY PLANNING AND DEVELOPMENT

February 17, 2004

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MAYOR'S OFFICE

The Honorable Jim Shaw
Mayor of Rapid City
300 Sixth St.
Rapid City, SD 57701

Dear Mayor Shaw:

I am pleased to inform you that the Fiscal Year (FY) 2004 budget for the Department of Housing and Urban Development has been enacted. Therefore, I am able to provide you with your FY 2004 full-year allocations for the Office of Community Planning and Development's (CPD) formula programs: Community Development Block Grants (CDBG); HOME Investment Partnerships; Housing Opportunities for Persons with AIDS; and Emergency Shelter Grants. In addition, FY 2003 and 2004 funds are included for the American Dream Downpayment Initiative (ADDI) under HOME, which was signed into law on December 16, 2003. FY 2003 ADDI funds were not allocated last year in the absence of authorizing legislation. ADDI will provide low-income families with the opportunity to build assets and share in the American dream.

HUD's budget is included in the "Consolidated Appropriations Act" for FY 2004, which dictates an across-the-board reduction of 0.59 percent. According to the law, the Department is required to reduce each program contained in the Act by that amount. CPD's formula programs are not exempt from this cut. The 2004 allocations below have already been reduced to reflect this requirement. Also, the amounts reflect reallocated funds in the CDBG and HOME programs. The allocations reflect the level of funding approved for these programs in your community and replace the planning numbers for FY 2004 which were previously made available by HUD.

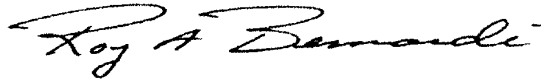
The following amounts represent your FY 2004 allocation(s) and FY 2003 ADDI allocation:

Community Development Block Grant	\$596,000
HOME Investment Partnerships	\$0
American Dream Downpayment Initiative – FY 2003	\$0
American Dream Downpayment Initiative – FY 2004	\$0
Housing Opportunities for Persons with AIDS	\$0
Emergency Shelter Grants	\$0

As you know, performance measurement is becoming increasingly important in demonstrating the overall achievements and success of federal programs. In addition to reporting on how funds are used, we must also be able to show how they contribute to revitalizing our neighborhoods and improving the quality of life of our citizens. Therefore, I hope I can count on your support for using a local performance measurement system in your community to help further demonstrate the local accountability of these CPD investments.

I look forward to continuing our partnership to assist lower income residents in your community(state). As always, HUD is available to provide any assistance you require in implementing your programs. If you or any member of your staff has questions concerning this matter, please contact your local CPD Division Director.

Sincerely,

A handwritten signature in black ink, reading "Roy A. Bernardi". The signature is written in a cursive style with a long, sweeping underline that extends to the right.

Roy A. Bernardi
Assistant Secretary