

Exhibit B

Substantial Amendment to the 2021-2022 Action Plan

INTRODUCTION

The City of Plano proposes a substantial amendment to its 2021-2022 Action Plan for the use of the United States Department of Housing and Urban Development (HUD) funds. The purpose of this amendment is to update the City of Plano HOME Homeownership Value Limits in lieu of the limits provided by HUD.

PROPOSED AMENDED SECTIONS OF PLAN

I. 2021-2022 ACTION PLAN

The proposed substantial amendment will amend the Affordable Housing goals of the 2021-2022 Annual Action Plan in the following sections:

- A. AP-05 Executive Summary: Include the language included in the Public Notice and indicate what sections of the 2021-2022 Annual Action Plan have been altered to include the updated HOME Homeownership Value Limits.
- B. AP-55 Affordable Housing: HUD requires that the initial purchase price or after-rehabilitation value of homeownership units assisted with HOME funds not exceed 95 percent of the area median purchase price for single-family housing. The current HUD's established maximum home value limit of \$285,000 has not kept pace with rising housing market costs necessitating an increase to the Homeownership Value Limits to continue to assist low-to-moderate income homebuyers. In accordance with Title 24 Part 92.254 (a)(2)(iii), HUD permits a Participating Jurisdiction to establish its own maximum homeownership value limits assisted with HOME Program funds. The City determined the affordable HOME homeownership value limit for the area for both existing and new construction housing units to be \$418,000. The proposed limit reflects 95 percent of the actual median value of recently purchased housing in Plano.
- C. AP-75 Barriers to Affordable Housing: The new affordable homeownership value limit will serve as a maximum purchase price for a single-family home for households participating in programs that increase and/or preserve affordable housing units through new construction, acquisition rehabilitation, rehabilitation, or homebuyer assistance utilizing HOME Investment Partnerships funds.