



Harry Miles
Director, Office of Community Planning and Development
U.S. Department of Housing and Urban Development
1500 Pincroft Road, Suite 401
Greensboro, NC 27407

Re: Request for a Voluntary Grant Reduction and HUD Acknowledgement

Dear Director Miles:

HUD notified the City of Fayetteville by letters dated July 1, 2025, and January 8, 2026, that monetary repayment was required as corrective action for HOME Investment Partnerships Program non-compliance findings. The findings relate to required HOME written agreements and written agreement amendments associated with HOME-assisted rehabilitation and homebuyer development activities.

Pursuant to 24 CFR 92.552(a)(1), HUD may reduce grant amounts as a remedy for non-compliance. To satisfy the required monetary repayment, the City of Fayetteville requests that HUD reduce its grant(s) in the amount of \$321,446.21 over three years in lieu of repayment from non-federal funds and according to the following schedule:

<u>Fiscal Year 2028</u>	<u>\$121,446.21</u>
<u>Fiscal Year 2029</u>	<u>\$100,000.00</u>
<u>Fiscal Year 2030</u>	<u>\$100,000.00</u>

The City of Fayetteville waives its right to notice and a hearing before HUD reduces its HOME grant(s), pursuant to 24 CFR 92.552(a). If City of Fayetteville requests a revision to this voluntary grant reduction, it will submit a new request.

Sincerely,

Name: Mitch Colvin, Mayor

Date: _____