EXHIBIT 2-1

STATE CDBG PROGRAM CERTIFICATION FOR ARC GRANTS

The State of _____ has been requested to provide financial assistance for the project identified below under the HUD funded State Block Grant Program which the State is administering.

Project Name: _____ Approval Date: _____
ARC Funds: _____ ARC No. _____
CDBG Funds: _____ HUD No. _____
Non-Federal Funds: _____ State No. _____
Total Eligible Cost:_____

This project has been reviewed by State officials administering the block grant and is not incompatible with the statutory provisions and objectives governing Title I of the Housing and Community Development Act of 1974, as amended. It meets a national objective and is eligible for assistance under the State CDBG Program. Under the provisions of Title I and related regulations, the project would be eligible for a maximum grant of 100% if funds were available.

We have determined that the estimated cost of the project is reasonable and that the total funds indicated are available and sufficient to complete the project.

This is to certify that the level of HUD financial assistance which would otherwise be available for projects in that portion of the State within the Appalachian Region will not be diminished in order to substitute ARC funding.

For special basic grants this is to certify that no HUD funds are available for the project within the current fiscal year allocation and priorities, nor is there any likelihood that funds will become available in the near future.

This is to further certify that the State is willing to administer the ARC grant consistent with laws and regulations governing the use of Title I funds and other conditions agreed to by HUD and ARC. Upon completion of the project, the State will provide a final report, based on an audit of the total project cost, identifying the final eligible project cost, and the final amount of HUD, ARC and State and local funds used to meet the total project cost. If the total cost of the project is reduced at the time of final audit, the reduction shall be credited to ARC's account in accordance with ARC regulations and ARC shall be notified of the action.

_____ _____
Director, State CDBG Program Date

EXHIBIT 2-2

HUD CERTIFICATION FOR APPALACHIAN REGIONAL COMMISSION FUNDS

Project Name: _____
Applicant: _____

HUD Project No: _____
ARC Project No: _____
ARC Funds: _____
CDBG Funds: _____
Non-Federal Funds: _____
Total Project Cost: _____
Total Eligible Cost: _____

This project has been reviewed by Department of Housing and Urban Development (HUD) officials administering the Community Development Block Grant (CDBG) Program and is not incompatible with the statutory provisions and objectives governing Title I of the Housing and Community Development Act of 1974, as amended. It meets a national objective and is eligible for assistance under the CDBG Program.

Under the provisions of Title I and related regulations, the project would be eligible for a maximum grant of 100 percent if funds were available. In addition, we have determined that the estimated cost of the project is reasonable and that the total funds indicated are available and sufficient to complete the project.

This is to certify that the level of HUD financial assistance which would otherwise be available for projects in that portion of the State within the Appalachian Region will not be diminished in order to substitute ARC funding.

This is to certify that no HUD funds are available for the project within the current fiscal year allocation and priorities, nor is there any likelihood that funds will become available in the near future.

This is to certify that HUD is willing to administer the ARC basic grant consistent with laws and regulations governing the use of Title I funds and other conditions agreed to by HUD and ARC. Upon completion of the project, HUD will provide a final report, based on an audit of the total project cost, listing final eligible project cost, final amount of HUD, ARC, State and local funds used to meet total project cost. If the total cost of the project is reduced at the time of final audit, the reduction shall be credited to ARC's account in accordance with ARC regulations and ARC shall be notified of the action.

_____ _____
Manager, HUD Field Office Date