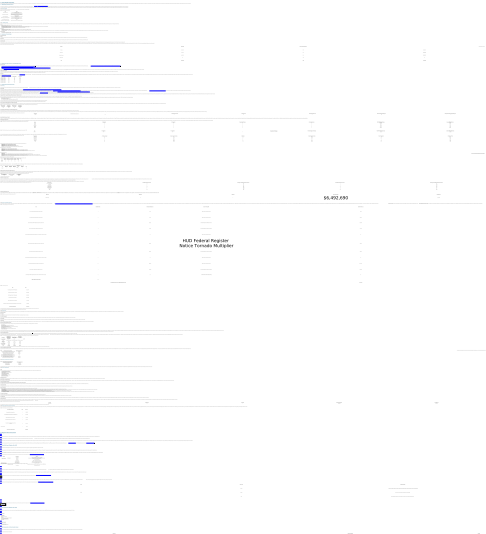


Recovery Needs:



Overall	This Report Period	To Date
Total Projected Budget from All Sources	\$383,150.00	\$383,150.00
Total Budget	\$383,150.00	\$383,150.00
Total Obligated	\$0.00	\$0.00
Total Funds Drawdown	\$0.00	\$0.00
Program Funds Drawdown	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Total Funds Expended	\$0.00	\$0.00
HUD Identified Most Impacted and Distressed	\$0.00	\$0.00
Other Funds	\$ 0.00	\$ 0.00
Match Funds	\$ 0.00	\$ 0.00
Non-Match Funds	\$ 0.00	\$ 0.00

Progress Toward Required Numeric Targets

Requirement	Target	Projected	Actual
Overall Benefit Percentage	70.00%	.00%	\$0.00
Overall Benefit Amount	\$5,095,895.00	\$0.00	\$0.00
Limit on Public Services	\$1,149,450.00	\$0.00	\$0.00
Limit on Admin/Planning	\$1,532,600.00	\$383,150.00	\$0.00
Limit on Admin	\$383,150.00	\$383,150.00	\$0.00
Most Impacted and Distressed	\$6,130,400.00	\$0.00	\$0.00

Overall Progress Narrative:

Community Development Block Grant Disaster Recovery (CDBG-DR)
Quarterly Progress Report (QPR)

The purpose of the QPR is to provide an Indiana Office and Community and Rural Affairs (OCRA) status update to HUD within the Disaster Recovery Grant Reporting System (DRGR) regarding recent quarterly grant activities in Sullivan County, Indiana.

Award Number B-25-DU-18-0001
Award Amount \$7,663,000.00
Year 2026
Quarter 3
Report Date July 29, 2026

Narrative
Following the execution of the CDBG-DR grant agreement with HUD on February 12, 2026, OCRA engaged Sullivan city and county leaders and key stakeholders to plan an onsite meeting for May 7, 2026. During the session, OCRA presented an overview of program expectations to establish a shared understanding of requirements, then facilitated a discussion with local partners on updated needs and priorities and potential adjustments to better align the program with those needs. The community agreed to continue local discussion, gather required documentation, and initiate procurement of a grant administrator, while OCRA continued developing policies and procedures, updating program materials, and ensuring compliance with HUD requirements.
Given the limited funding and small designated most impacted and distressed area (one ZIP code encompassing the City of Sullivan and adjacent areas), OCRA is prioritizing close collaboration and regular communication to reduce administrative burden and focus resources on the highest-impact projects to support long-term recovery. A virtual follow-up meeting is scheduled for July 1, 2026 to advance program updates, consider targeted action-plan amendments, and streamline project development, application, and award processes to accelerate implementation.

- Outline of Activity
OCRA CDBG staff completed the following administrative actions during quarter 1 (January 1 to March 31), Preparation:
- 2/12/2026, OCRA executed the Disaster Recovery Grant Agreement with HUD.
 - 2/20/2026, held an Indiana Department of Homeland Security (IDHS) partnership meeting regarding Sullivan disaster and IDHS activities.
 - 2/20/2026, communicated with Sullivan representatives and planned an onsite meeting in Sullivan.
 - 3/23/2026, finalized the Housing policies and procedes and posted on OCRA's CDBG-DR webpage.
 - 3/25/2026, OCRA CDBG staff and Grant Services staff participated in a HUD Field Office training course covering the disaster recovery process, required steps, and effective use of the DRGR system in Indianapolis.
 - Began developing materials for the Sullivan presentation to update stakeholders on the DR process to date and outline next steps.
 - Requested updated planning and community activity data from Sullivan regarding completed recovery efforts and current needs.
 - Beginning January 22, 2026, state staff have bi-weekly scheduled meetings with the HUD Field Office to discuss CDBG-DR requirements.
- OCRA CDBG staff has completed the following administrative actions during quarter 2 (April 1 to June 30):

- 4/1/2026, conducted a preliminary virtual call with city of Sullivan to prep for the onsite meeting.
- 4/6/2026, conducted preliminary virtual call with Sullivan County EMA and IDHS to prep for the onsite meeting.
- 4/16/2026, entered DR Action Plan data into DRGR system.
- 4/22/2026, completed the final DRGR Action Plan submission; approval by HUD on 4/24/2026.
- 5/6/2026, finalized Sullivan onsite presentation materials.
- 5/7/2026, conducted a planning/workshop meeting in the City of Sullivan with key stakeholders and elected officials from both the city and county.
- 5/15/2026, Director of Grant Services reviewed the City of Sullivan's request for a compliance evaluation of their Grant Administrator RFP and engineering RFQ draft procurement documentation; approval provided on 5/18/2026.
- 5/19/2026, provided Sullivan meeting attendees with presentation materials and action item list.
- 6/8/2026, posted Sullivan meeting presentation to OCRA website.
- 6/8/2026, meeting with Root Policy (subcontracted CDBG consolidated plan provider) regarding DR updates to the 2025-2029 CDBG Consolidated plan and the 2026 CDBG Action Plan, per federal requirement.
- 6/23-24/2026, participated in a HUD Disaster Recovery Grant Reporting (DRGR) training in St. Louis, MO for brand new grantees and/or staff new to CDBG-DR.
- 6/26/2026, contacted Sullivan officials to schedule a virtual follow-up meeting.

Status of Award
OCRA has expended \$0.00 of the total awarded amount.
Barriers/Challenges

A disaster leaves an unexpected and profound impact on a community. No matter how much we prepare, the reality of such an event is never something anyone is truly ready for. Its aftermath becomes a lasting reminder of what was lost, leaving scars that the community carries forward.
The severe weather in Sullivan, which included tornadoes and flooding, occurred on 3/31-4/1/2023. Because CDBG-DR funding was not appropriated or allocated to this disaster until nearly two years after the event, both the city and the county struggled with the timeline as they were trying to move forward. Also, their elected officials and some support staff have changed. This has created a delay in the State being able to get updated information for our action plan and the development of program policies.
It is difficult for everyone to share a single vision for the future when the past is still held so closely and remembered so fondly. Recovery is not a single path, and not everyone travels it at the same pace. This became clear as we listened to the city's priorities and the county's, each have different perspectives shaped by their own experiences and needs which have created some increased anxiety. These differences take time, patience, and understanding to work through.

Project Summary

Project #, Project Title	This Report	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
9999, Restricted Balance	\$0.00	\$0.00	\$0.00
AD-25-OOR-001, Homeowner Occupied Property	\$0.00	\$2,500,000.00	\$0.00
DR-25-AD-001, State Administrative	\$0.00	\$383,150.00	\$0.00
DR-25-BC-001, Blight Elimination Program (BEP)	\$0.00	\$400,000.00	\$0.00
DR-25-ED-001, Economic Revitalization Program (ERP)	\$0.00	\$200,000.00	\$0.00
DR-25-IP-001, Disaster Recovery Infrastructure Program	\$0.00	\$3,000,000.00	\$0.00
DR-25-MIT-001, Mitigation	\$0.00	\$1,000,000.00	\$0.00
DR-25-PL-001, Planning	\$0.00	\$179,850.00	\$0.00