

**Exhibit 4-Y-1: SECTION 3 COMPLIANCE CERTIFICATION
FOR RECIPIENTS/CONTRACTORS/SUBCONTRACTORS (CDBG)**

Section 3 is a provision of the Housing and Urban Development (HUD) Act of 1968 that promotes local economic development and individual self-sufficiency. Section 3 requires that, to the greatest extent possible, economic opportunities that are generated by the use of Federal funds be made available to low- and very low-income persons, particularly those who receive Federal financial assistance for housing and those residing in communities where the financial assistance is expended.

Section 3 established the following benchmark goals for all Section 3 projects:

1. 25% of total labor hours worked by Section 3 Workers; **AND**
2. 5% of total labor hours worked by Targeted Section 3 Workers

All Recipients/Contractor/Subcontractors certify that the recipient/contractor/subcontractor has made best efforts to follow the prioritization of effort requirements prior to the beginning of work and after the work is completed.

If the benchmark goals are not met, all recipients/contractors/subcontractors agree to provide evidence through documentation that qualitative efforts to assist low- and very low-income persons with employment and training opportunities were taken.

_____ (hereinafter called the Recipient/Contractor/Subcontractor) hereby CERTIFIES that upon being awarded a contract to participate in the following HUD-funded project:

_____ located in _____
(Project number) (City)

in _____, that the Recipient/Contractor/Subcontractor:
(State)

1. Is under no contractual or other impediment that would prevent it from complying with requirements of Section 3 as set forth in 24 CFR Part 75; and
2. Will comply with HUD's regulations in 24 CFR Part 75; and
3. Will submit to the State of New Mexico appropriate Section 3 documentation of total labor hours performed per contractor/subcontractor, certifications of Section 3 workers, and confirmation of Section 3 business concerns and YouthBuild participants; and
4. Will include the Section 3 Clause and this Section 3 Certification of Compliance in every subcontract and further agrees to take the appropriate action pursuant to those regulations in the event the contractor/subcontractor is found to be in violation of 24 CFR Part 75; and
5. Will not contract/subcontract with any contractor/subcontractor where the Contractor/Subcontractor has notice or knowledge that the contractor/subcontractor has been found in violation of any provision of 24 CFR Part 75.

By: _____ Date: _____
(Authorized Representative's Signature)

(Printed Name)

(Title)