



Mississippi Development Authority

Economic Development Program

Amendment 4

Modification #11 (Substantial)

Program Funding Reallocation

February 20, 2017

**Mississippi Development Authority
Amendment 4 Modification 11 (Substantial)
Economic Development Program
Funding Reallocation**

Overview

This Substantial Modification pertains to the additional use of the \$5.058 billion allocation in CDBG funding from HUD as part of the \$5.48 billion federal appropriation through the Emergency Supplemental Appropriation Act for Defense, the Global War on Terror, and Hurricane Recovery, 2006 (Public Law 109-148). These monies have been designated by Congress for "necessary expenses related to disaster relief, long-term recovery, and restoration of infrastructure in the most impacted and distressed areas related to Hurricanes Katrina, Rita, or Wilma."

Background

Since receipt of its portion of CDBG funds after Hurricane Katrina, the State of Mississippi's overall recovery plan focused on three priorities: recovering housing stock, retaining and recruiting jobs within the storm impacted counties, and rebuilding and strengthening public infrastructure/facilities in designated disaster areas. As Mississippi's long-term recovery needs continually evolve and are reevaluated, KCDBG funds must be reallocated to service Post-Katrina population and development trends.

Purpose

As the existing programs are nearing completion, unused funds are available for other recovery needs within the impacted areas. This modification reallocates funds to the Katrina Community Revitalization Program for a project designed to mitigate the sewer system overflows caused by repeated stormwater intrusion within the City of Moss Point. These sewage system overflows result in untreated sewage being spilled onto the ground which constitutes a threat to the public health and safety of the citizens of Moss Point. These overflows are primarily located in areas comprised predominately of low to moderate income households. These issues need to be addressed to mitigate additional damages and hardship that would result from future storms.

In addition, the unobligated funds from the Port of Gulfport Restoration Program and the savings realized under the Fraud Grant will be reallocated to State Administration. As new projects are being funded, additional administration costs will be incurred to maintain the programs, as well as to close out the grant activities.

Program	Current Allocation	Adjustment	Revised Allocation
Small Rental Assistance Program	209,838,368.50	(1,066,503.83)	208,771,864.67
Homeowner Assistance Program	2,010,860,616.05	(147,871.13)	2,010,712,744.92
Elevation Grant Program	37,433,912.50	(1,337.51)	37,432,574.99
Fraud Prevention & Investigation Program	5,540,000.00	(56,080.66)	5,483,919.34
Port of Gulfport Program	576,800,000.00	(6,800,000.00)	570,000,000.00
Katrina Community Revitalization Program	318,524,998.42	3,415,712.47	321,940,710.89
State Administration	144,842,923.21	4,656,080.66	149,499,003.87

Substantial Amendments

MDA recognizes that adding or deleting an activity or changing the planned beneficiaries of an activity will constitute a substantial change requiring an amendment to the action plan.

Citizen Participation

This proposed Substantial Modification will be submitted for public comment in English, Spanish and Vietnamese versions to the website at www.msdisasterrecovery.com on February 20, 2017, with the public comment period ending 14 days later on March 5, 2017. Written comments regarding this proposed modification may be mailed to MDA at:

Mississippi Development Authority
Post Office Box 849
Jackson, MS 39205
Attention: Disaster Recovery Division

Comments may also be submitted via facsimile to (601) 359-9280 or via email to disasterrecoverycomments@mississippi.org. Following this comment period, changes may be made to the proposal and a final Substantial Modification will then be submitted to HUD for approval.