

# **Mississippi Development Authority Economic Development Program Amendment 4 Technical (Non-Substantial) Modification 9 Program Funding Reallocation**

## **Overview**

This Technical Modification pertains to the reprogramming of portions of the \$5.058 billion allocation in Community Development Block Grant (“CDBG”) funding from the U.S. Department of Housing and Urban Development (“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) and to the additional use of portions of the \$423,036,059 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 109-234). 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.” These funds are being administered by the Mississippi Development Authority (“MDA”) for the State of Mississippi.

## **Background**

Since it designed and implemented a battery of Hurricane Katrina recovery programs shortly after Hurricane Katrina, the State of Mississippi’s overall recovery plan has consisted of three overall priorities which include: 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. The programs covered under this modification are the Katrina Economic Development Program and the Katrina Community Revitalization Program. Both programs were created under the Economic Development Action Plan which was approved on December 15, 2006 as Amendment 4.

## **Purpose**

As Mississippi’s post-Katrina recovery needs have evolved, reprogramming of available KCDBG funds has been necessary to meet remaining unmet infrastructure needs. As some Economic Development Program projects have been completed under budget, these savings are available for other recovery needs within the impacted areas. In order to further address infrastructure needs in the area, MDA will reallocate funds into the Community Revitalization Program as listed below. This reallocation will not impact the intended beneficiaries, planned activities, and on-going projects under the Economic Development Program.

<b>Program</b>	<b>Prior Allocation</b>	<b>Amount Reallocated</b>	<b>Revised Allocation</b>
<b>Economic Development</b>	381,685,009.78	(5,141,993.75)	376,543,016.03
<b>State Administration – KED Admin</b>	1,871,000.00	(1,325,527.25)	545,472.75
<b>Community Revitalization</b>	285,741,319.41	6,467,521.00	292,208,840.41

#### **Technical (Non Substantial) Amendment**

This reallocation does not add or delete any activities from the existing action plans nor does it change any of the planned beneficiaries of any of those activities. Therefore, the reallocation is a non-substantial amendment to the action plans and is effective immediately upon transmittal to HUD, effective March 1, 2016.