

**Mississippi Development Authority  
Long Term Workforce Housing Action Plan  
Amendment 6 Substantial Modification 5  
Program Funding Reallocation  
Date: April 8, 2013**

**Overview**

This Substantial 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 recovery programs shortly after the devastation of Hurricane Katrina, the State of Mississippi’s overall recovery plan has focused on three priorities: (1) recovering housing stock, (2) retaining and recruiting jobs within the storm-impacted counties, and (3) rebuilding and strengthening public infrastructure/facilities in designated disaster areas. This modification addresses the need for additional funding for the completion of the Neighborhood Home Program (“NHP”).

**Purpose**

The purpose of this modification is to reallocate funds from the programs listed in the below table into NHP. With this modification (“MDA”) is moving forty million dollars (\$40,000,000.00) into the NHP Program. MDA seeks to ensure NHP is fully funded to meet program demands as continuously defined by program and eligibility determinations. To that end, MDA has determined that it is

necessary for additional resources to be dedicated to NHP in order to serve all remaining eligible applicants. MDA conducted a statistical sample of the remaining NHP population and has worked to ensure that all potentially NHP eligible applicants have been identified. Based on this statistical sample, it is anticipated that no additional funds will be needed for NHP after the creation of this additional reserve as it will sufficiently address NHP's additional needs. This reallocation will not impact the intended beneficiaries, planned activities, and on-going projects of the programs from which these funds are being transferred. Upon the completion of NHP, the state reserves the right to reallocate, in its sole discretion, any remaining balance of this additional reserve to its various KCDBG programs. Therefore, MDA will reprogram \$40 million of KCDBG funds from various programs to NHP to address the remaining unmet needs. The revised allocations are as follows:

Program	Prior Allocation	Amount Reallocated	Revised Allocation
Homeowners Assistance Program	2,007,921,236	(264,043)	2,007,657,193
Elevation Grant Program	39,073,322	(1,410,280)	37,663,042
Public Housing Program	107,028,639	(1,827,965)	105,200,674
Small Rental Program	226,900,000	(10,509,988)	216,390,012
Long Term Workforce Housing	237,310,811	(4,000,000)	233,310,811
Inspector Grant Program	9,305,687	(42,992)	9,262,695
Hancock Co LTR/Ground Zero	153,466,680	(3,100,000)	150,366,680
Community Revitalization	284,931,489	(1,600,000)	283,331,489
Administration	157,060,000	(10,000,000)	147,060,000
Planning Program	9,845,044	(235,144)	9,609,900
Economic Development Program	391,277,763	(7,009,588)	384,268,175
Neighborhood Home Program	124,279,644	40,000,000	164,279,644

## 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 amendment will be submitted for public comment in English, Spanish, and Vietnamese versions to the website at [www.msdisasterrecovery.com](http://www.msdisasterrecovery.com) on April 23, 2013 with 7 day public comment period ending on April 30, 2013. Written comments regarding this proposed modification may be mailed to MDA, Post Office Box 848, Jackson, Mississippi 39205, Attention: Disaster Recovery Division, or sent via fax to 601 359-4004. Comments may also be submitted to [disasterrecoverycomments@mississippi.org](mailto:disasterrecoverycomments@mississippi.org) as well.