

**Mississippi Development Authority
Amendment 6 – Technical Modification 6
Program Funding Reallocation**

Overview

This Technical Modification pertains to the reprogramming of portions of the \$5.058 billion allocation in Katrina CDBG funding (“KCDBG”) 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). 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.” The Mississippi Development Authority (“MDA”) is the entity designated by the Governor to administer these funds and Mississippi’s recovery effort.

Background

The Long Term Workforce Housing (LTWH) “Unmet Needs Action Plan” was approved on October 29, 2010 (LTWH Amendment 6-Modification 3) which established the Neighborhood Home Program (NHP). This program provided for the eligible activities of home repair, rehabilitation, and reconstruction for those eligible households with previously unmet Katrina housing needs. This modification further provided for the maintenance of a reserve of \$40 million in CDBG funds to cover any oversubscriptions. This reserve was reallocated under Amendment 6 – Technical Modification 5 to the LTWH Action Plan. An additional \$6.5 million in reserve funds were set aside under the Port of Gulfport Restoration Program (PGRP) which was approved by HUD under Amendment 5 – Modification 2 to the PGRP Action Plan on February 5, 2015.

Purpose

The purpose of this technical modification is to reallocate \$4.3 million of the reserve funds to NHP to ensure that the program has sufficient funds to meet program demands. These funds will be used to address the unmet housing needs of eligible applicants. The revised allocations are as follows:

| Program | Prior Allocation | Re-allocated Amount | Revised Allocation |
|--------------------------------------|-------------------------|----------------------------|---------------------------|
| Port of Gulfport Restoration Program | 581,100,000 | (4,300,000) | 576,800,000 |
| Neighborhood Home Program | 177,379,644 | 4,300,000 | 181,679,644 |

Technical (Non-Substantial) Modification

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 modification to the action plans and is effective immediately upon transmittal to HUD.