



Mississippi Development Authority

Homeowner Assistance Program 1
Modification #24 Technical (Non-Substantial)

Economic Development Program
Amendment 4
Modification #18 Technical (Non-Substantial)

Program Funding Reallocation

February 2, 2022

MISSISSIPPI DEVELOPMENT AUTHORITY

PARTIAL ACTION PLAN HOMEOWNER ASSISTANCE PROGRAM 1

MODIFICATION #24 TECHNICAL (NON-SUBSTANTIAL) -- PROGRAM FUNDING REALLOCATION

AMENDMENT 4 PARTIAL ACTION PLAN ECONOMIC DEVELOPMENT AND COMMUNITY REVITALIZATION

MODIFICATION #18 TECHNICAL (NON-SUBSTANTIAL) – 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 provided to the State of Mississippi through the U.S. Department of Housing and Urban Development (“HUD”) as part of the appropriation through the Emergency Supplemental Appropriation Act for Defense, the Global War on Terror, and Hurricane Recovery, 2006 (Public Law 109-148).¹ 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 number of disaster recovery programs after Hurricane Katrina, the State of Mississippi’s overall recovery plan has consisted of three overall 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, CDBG funds must be reallocated to service Post-Katrina population and development trends, as well as unmet needs within the impacted communities. The programs covered under this modification are the Katrina Community Revitalization Program (KCR), which is included in the Economic Development Action Plan approved on December 15, 2006 as Amendment 4, and the Homeowner Assistance Program 1 (HAP1) and the Elevation Grant Program, included in the HAP1 Partial Action Plan approved on September 11, 2006.

¹The State of Mississippi received an additional award of \$423,036,059 in CDBG funding as part of the appropriation through the Emergency Supplemental Appropriation Act for Defense, the Global War on Terror, and Hurricane Recovery, 2006 (Public Law 109-234), making the total amount received for Hurricane Katrina disaster recovery at \$5.48 billion federal CDBG funding.

PURPOSE

The Homeowner Assistance Program (HAP) received \$14,799,095.01 in insurance settlement funds, which were applied to the HAP Phase 1 (HAP1) Program. The Elevation Grant Program received \$1,254.00 in applicant repayments. The Community Revitalization Program has a waiting list of projects that requested but did not receive Katrina CDBG funding. Additionally, unmet needs still exist within the impacted areas. To further address those unmet needs and enhance recovery efforts, MDA will reallocate funds into the Katrina Community Revitalization Program and State Administration. This reallocation will not impact the intended beneficiaries, planned activities, and ongoing projects under the Economic Development Action Plan. In addition, there are CDBG funds that have become available through the receipt and use of program income. These funds will be applied to the State Administration line item in the amount of \$1,874,037.66.

| Program | Prior Allocation | Amount Reallocated | Revised Allocation |
|---|-------------------------|---------------------------|---------------------------|
| Elevation Grant Program | \$ 37,437,242.75 | \$ (1,254.00) | \$ 37,435,988.75 |
| Homeowner Assistance Program | \$ 2,004,923.481.29 | \$ (15,024,427.76) | \$ 1,989,899,053.53 |
| Community Revitalization Program | \$ 329,705,813.68 | \$ 14,161,784.36 | \$ 343,867,598.04 |
| State Administration | \$ 159,464,477.71 | \$ 2,737,935.06 | \$ 162,202,412.77 |

NON-SUBSTANTIAL (TECHNICAL) 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 referenced action plans and is effective immediately upon transmittal to HUD, effective February 2, 2022.