

# **Mississippi Development Authority Economic Development Program Amendment 4 Non-Substantial Modification 6 Program Funding Reallocation**

## **Overview**

This Non-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 receipt of its portion of CDBG funds after Hurricane Katrina, the State of Mississippi's overall recovery plan focused on 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, including transportation routes which contribute to better traffic flow, particularly in the event of future disasters. As Mississippi's long-term recovery needs continually evolve and are reevaluated KCDBG funds designated for infrastructure needs, including those related to transportation routes, must be reallocated to service Post-Katrina population and development trends.

## **Purpose**

As Mississippi's post-Katrina recovery needs have evolved, reprogramming of available CDBG funds occasionally becomes necessary. As some projects have been completed under budget or terminated, monies may be targeted toward other recovery needs within the Katrina impacted counties.

The purpose of this non-substantial action plan modification is to reallocate \$2.8 million from the Community Revitalization Program into the Economic Development Program. These funds are needed to allow the Highway 611 project to proceed as scheduled. The funds will be taken from the I-10/I-110 interchange project. Funding will be

replaced by MDOT when needed for the I-10/I-110 project. Funding will be reallocated per below chart:

	<b>Prior Allocation</b>	<b>Amount Re-Allocated</b>	<b>Revised Allocation</b>
<b>Community Revitalization</b>	\$ 283,331,489	\$ (2,800,000)	\$ 280,531,489
<b>Economic Development</b>	\$ 384,268,175	\$ 2,800,000	\$ 387,068,175

### **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 as upon transmittal to HUD, effective August 7, 2013.