

Mississippi Development Authority Amendment 6—Technical (Non-Substantial) Modification 5 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). 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 Hurricane Katrina. These funds are being administered by the Mississippi Development Authority (“MDA”) for the State of Mississippi.

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,” providing 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 dollars in CDBG funds to cover any oversubscriptions.

Purpose

As the Neighborhood Home Program has been implemented, the number of eligible applicants makes it necessary to utilize the \$40 million reserve. The purpose of this technical modification is to reallocate \$40 million in reserved funds from the Port of Gulfport Restoration Program to the Neighborhood Home Program. These funds will be used to address the unmet housing needs of eligible applicants.

Reallocation as follows:

<u>Prior Allocation</u>	<u>Re-allocated Amount</u>	<u>Revised Allocation (effective 10/22/12)</u>
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Port of Gulfport Restoration Program:

\$621,100,000	(\$40,000,000)	\$581,100,000
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Neighborhood Home Program:

\$84,279,644	\$40,000,000	\$124,279,644
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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 as upon transmittal to HUD, effective November 8, 2012.