

**Mississippi Development Authority
 Technical (Non-substantial) Modification #20
 Funding Reallocation
 December 30, 2016**

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) 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.

Purpose

Due to new guidance received on the classification of expenditures between administrative costs and delivery costs, we have determined that there is a need to reclassify some administrative costs as delivery costs to properly reflect the nature of the expenses. A large part of this reclassification relates to the Homeowner Assistance Program (HAP), one of the earlier programs implemented and completed. As such, there is a need to also increase the budget for this program to cover these expenditures. MDA will reprogram remaining housing funds to increase this budget. In addition, there are CDBG funds that have become available through the receipt and use of program income. These funds will also be applied to the HAP.

In addition, as both the Public Housing Program and the Tax Credit Assistance Fund have been successfully completed, remaining funds in these two programs must be reallocated for use toward other recovery needs. Funds remaining under the second allocation will be reprogrammed to the Small Rental Assistance Program as this program has ongoing expenditures for maintaining compliance requirements.

Program	Current Allocation	Adjustment	Revised Allocation
Long-term Workforce Housing Program	\$230,310,811.06	(\$1,252,638.79)	\$229,058,172.27
Public Housing Program	\$101,278,138.57	(\$55,274.20)	\$101,222,864.37
Elevation Grant Program	\$37,663,042.00	(\$229,129.50)	\$37,433,912.50
Homeowner Assistance Program	\$2,007,657,193.14	\$3,203,422.91	\$2,010,860,616.05
Tax Credit Assistance Fund	\$17,917,756.92	(54.50)	\$17,917,702.42
Small Rental Assistance Program	\$209,790,012.00	\$48,356.50	\$209,838,368.50
State Administration	\$145,734,472.75	(\$891,549.54)	\$144,842,923.21

This dedication of additional funds 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, this modification is a non-substantial amendment to the action plans and is effective immediately upon transmittal to the U.S. Department of Housing and Urban Development.