

June 30, 2008 CDBG Disaster Recovery Expenditure Overview

| Category | Total Appropriations | Expenditures Through 06/30/08 |
|-------------------------------------|------------------------|-------------------------------|
| Homeowners Assistance | \$2,619,000,000 | \$1,657,560,221 |
| Ratepayer / Windpool Mitigation | \$440,000,000 | \$440,000,000 |
| Public Housing Authority Assistance | \$100,000,000 | \$6,966,132 |
| Infrastructure | \$639,500,000 | \$17,742,557 |
| Economic Development | \$1,250,000,000 | \$17,496,422 |
| Small Rental Program | \$262,500,000 | \$3,565,369 |
| State Administration | \$169,275,000 | \$27,061,683 |
| Unallocated | \$946,059 | \$0 |
| | \$5,481,221,059 | \$2,170,392,384 |

Homeowners' Assistance

| Activity | Allocation | Expenditures Through 06/30/08 |
|-------------------------------------|------------------------|-------------------------------|
| Compensation Grants Phase I | \$1,370,000,000 | \$1,188,232,497 |
| Compensation Grants Phase II | \$459,000,000 | \$334,088,138 |
| Elevation Grants | \$245,500,000 | \$2,277,387 |
| Program Delivery Costs | \$180,000,000 | \$127,998,382 |
| Long Term Workforce Housing | \$350,000,000 | \$0 |
| Fraud Prevention | \$5,000,000 | \$1,319,336 |
| Code Enforcement | \$9,500,000 | \$3,644,481 |
| Total Homeowners' Assistance | \$2,619,000,000 | \$1,657,560,221 |

Ratepayer / Windpool Mitigation

| Activity | Allocation | Expenditures Through 06/30/08 |
|--|----------------------|-------------------------------|
| Public Utilities Ratepayer Mitigation | \$360,000,000 | \$360,000,000 |
| Windpool Mitigation | \$80,000,000 | \$80,000,000 |
| Total Ratepayer / Windpool Mitigation | \$440,000,000 | \$440,000,000 |

Economic Development

| Activity | Allocation | Expenditures Through 06/30/08 |
|-----------------------------------|------------------------|-------------------------------|
| Economic Dev Grants | \$335,000,000 | \$11,213,774 |
| Community Revitalization | \$225,000,000 | \$4,694,307 |
| Planning | \$10,000,000 | \$1,348,281 |
| GO Zone | \$75,000,000 | \$0 |
| Tourism | \$5,000,000 | \$240,059 |
| Port of Gulfport | \$600,000,000 | \$0 |
| Total Economic Development | \$1,250,000,000 | \$17,496,422 |

Please Note: These figures are all subject to HUD approval.

The Mississippi Development Authority - Disaster Recovery Division has not entered into any sole source contracts with organization providing services for the disaster recovery efforts.

Infrastructure

| Activity | Allocation | Expenditures Through 06/30/08 |
|------------------------------|----------------------|-------------------------------|
| Planning | \$6,500,000 | \$4,080,256 |
| Gulf Region Water/Wastewater | \$55,000,000 | \$252,297 |
| Emergency Grants | \$25,000,000 | \$2,070,389 |
| Implementation | \$553,000,000 | \$11,339,615 |
| Total Infrastructure | \$639,500,000 | \$17,742,557 |

Public Housing Authority Assistance

| Activity | Allocation | Expenditures Through 06/30/08 |
|--|----------------------|-------------------------------|
| Public Housing Grants | \$100,000,000 | \$6,966,132 |
| Total Public Housing Authority Assistance | \$100,000,000 | \$6,966,132 |

Small Rental

| Activity | Allocation | Expenditures Through 06/30/08 |
|---------------------------|----------------------|-------------------------------|
| Rental Compensation Grant | \$258,500,000 | \$27,498 |
| Program Administration | \$4,000,000 | \$3,537,871 |
| Total Small Rental | \$262,500,000 | \$3,565,369 |

State Administration

| Activity | Allocation | Expenditures Through 06/30/08 |
|-----------------------------|----------------------|-------------------------------|
| State Administration | \$169,275,000 | \$27,061,683 |
| Total Administration | \$169,275,000 | \$27,061,683 |

STATE OF MISSISSIPPI
MISSISSIPPI DEVELOPMENT AUTHORITY
Disaster Recovery Division

Executive Director - **Gray Swoope**
Chief Operating Officer - **Jon Mabry**
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CDBG Disaster Recovery Program Summaries

| PROGRAM | PROGRAM DESCRIPTION | PROGRAM UPDATE |
|-----------------------------------|--|--|
| Compensation Grant Phase 1 | The purpose of the Compensation Grant Phase I program is to provide a one-time grant payment, up to a maximum of \$150,000, to eligible homeowners who suffered flood damage to their primary residence as of August 29, 2005, from Hurricane Katrina. In exchange for the grant payment, a qualifying homeowner must agree to a covenant on their property that establishes flood insurance and elevation requirements for them or any future owner of the land. After certain deductions, the homeowner has complete discretion of the use of grant funds, as allowable by State and Federal law, as they work through their personal disaster recovery situation. | As of June 30, 2008: Applications Received: 20,410 Grants Verified: 19,190 Grants Approved: 16,831 Value of Grants Paid: \$1,070,768,164 # of Grants Paid 14,898 # of Low Mod Apps 5900 Percentage of Low/ Mod 40% |
| Compensation Grant Phase 2 | The Compensation Grant Phase II program is designed to expand the Hurricane Katrina Homeowner's Grant Program to provide assistance to homeowners were not eligible for the Compensation Grant Phase I program. A maximum of \$100,000 in assistance will be available for homeowners who wish to repair, rebuild, or relocate. MDA is redirecting \$700 million of the \$3 billion initially allocated for the Phase II Program. | As of June 30, 2008: Applications Received: 7,917 Grants Verified: 6,986 Grants Approved: 4,128 Value of Grants Paid: \$194,806,127 # of Grants Paid 2,765 # of Low Mod Apps 2,112 Percentage of Low/Mod 76% |
| Infrastructure | The Gulf Coast Regional Infrastructure Program identifies the water, wastewater, and storm water infrastructure needs of the six Gulf Region counties of Hancock, Harrison, George, Jackson, Pearl River and Stone and provides infrastructure for long-term growth and recovery in these counties. HUD has allocated a total of \$641,075,000 to this program to develop and implement infrastructure projects within these six counties. | As of June 30, 2008: Funds worth \$583,000,000 have been obligated for 67 projects |
| Elevation Grants | In addition to Phase I and II Grants, eligible homeowners may also receive a separate grant of \$30,000 to defray the costs of elevating their homes. This grant would be made available to homeowners who meet the eligibility and program requirements of Compensation Grants Phases I and II. | As of June 30, 2008: Total Application Received 4760 Final DNQ 1108 Opt Out/Incomplete 1516 Total Work in Progress 1809 94 checks disbursed; 2 pending |
| Economic Development | The Economic Development Program is designed to assist local governments affected by Hurricane Katrina provide infrastructure to support economic development. The program provides grants or loans to local governments to assist companies in creating or retaining jobs. There is \$340,000,000 allocated to this program. | As of June 30, 2008: # of Projects: 17 # of Low/Mod Jobs Projected: 1,005 # of Low/Mod Jobs Created: 145 # of Businesses Benefiting: 18 |
| Community Revitalization | The Community Revitalization Program provides funds to local governments to help rebuild their downtown areas and public buildings that were damaged or destroyed by Hurricane Katrina. There is \$300,000,000 allocated for this program. \$10,000,000 has also been allocated to local governments located in Pearl River, Stone, George, Hancock, Harrison and Jackson Counties to assist them in preparing community plans. | As of June 30, 2008: 19 Contracts covering 33 Projects for a total allocation for \$97,786,658 |

CDBG Disaster Recovery Program Summaries

| PROGRAM | PROGRAM DESCRIPTION | PROGRAM UPDATE |
|---|--|--|
| Fraud Prevention Grant | The purpose of the \$5,000,000 Fraud Prevention Grant is to enable the State Department of Audit to investigate into reported instances of fraud identified in the application and verification process of the Homeowner Grant Assistance Program and any suspected fraud related to general and residential rebuilding efforts within the Katrina disaster area of Hancock, Harrison, Jackson and Pearl River counties, in Mississippi. | As of June 30, 2008: # of Contractor Fraud Cases Opened: 158 # of Contractor Fraud Cases Closed: 80 |
| Code Enforcement Grants | The purpose of the \$5,000,000 Code Enforcement Grant is to provide funds for local permitting and building inspector officials to ensure that new and rehabilitated structures are in compliance with building codes. MDA has awarded grants to sixteen local units of the government to hire code inspectors to oversee the monumental task of rebuilding and repairing structures devastated by Hurricane Katrina. | As of June 30, 2008: # Grants Signed: 16 # of Inspectors Approved: 86 # of Inspectors Funded: 43 # of Inspections Reported: 23,830 Total Disbursements: \$2,928,096.03 |
| Ratepayer / Windpool Mitigation Grants | The Ratepayer and Wind Pool Mitigation Program helps utility and gas companies defray excessive costs associated with damaged infrastructure and providing emergency response services. In addition, this program also helps the Mississippi Windstorm Underwriting Association (MWUA - wind pool) offset insurance premium increases. Without the State's grant program, all increased costs would eventually be passed on to the ratepayer resulting in additional utility and insurance costs to consumers. | As of June 30, 2008: Windpool Residential Grants: \$50,000,000 Windpool Commercial Grants: \$30,000,000 Windpool Total Paid: \$80,000,000 Ratepayer Total Paid: \$360,000,000 Ratepayer Program Closed on 10/20/2006 |
| Public Housing Authority Assistance Grants | The purpose of these grants is to provide funds to the Public Housing Authorities for repairs needed as a result of Hurricane Katrina. These funds will be used to repair public housing and to provide decent, safe and sanitary living accommodations for low and medium income families. | As of June 30, 2008: # of Public Housing Agreement Signed 7 # of Completed Environmental Assessments 6 |
| Small Rental Assistance Program | The Small Rental Assistance Program provides loans, in an aggregate amount up to \$250 million, to owners of renter-occupied housing properties located in Hancock, Harrison, Jackson and Pearl River Counties on the Mississippi Gulf Coast that were affected by Hurricane Katrina. | As of June 30, 2008: <ul style="list-style-type: none"> • 2,169 applications for 3,474 units received • 10% Rental Subsidy, 29% Renovation, 61% New Construction • 63% Individual Applications All applications undergoing eligibility verification |
| Tourism Grant Program | The South Mississippi Tourism Industry Restoration Grant Program provides funding for an expansive advertising, promotions, and events marketing campaign to bring out-of-state travelers back to the Mississippi Gulf Coast region. The primary objective is to increase the number of visitors to the impacted area to recover and sustain the small businesses that rely on tourism, increase and sustain related jobs, and return the tax revenues to the communities in which these businesses reside. | As of June 30, 2008: 27 grants have been awarded for a total of \$5,000,000 through this program |