

GUSTAV/IKE ACTION PLAN AMENDMENT 9

**DISASTER RECOVERY INITIATIVE
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
CONSOLIDATED SECURITY, DISASTER ASSISTANCE,
AND CONTINUING APPROPRIATIONS
ACT, 2009
H.R. 2638 / Public Law 110-329**

**Louisiana Office of Community Development/
Disaster Recovery Unit**

**AMENDMENT NO. 9 – *NON SUBSTANTIAL* Related to Allocation of the Disaster
Recovery Enhancement Fund (DREF)**

**TO THE STATE OF LOUISIANA ACTION PLAN
FOR THE UTILIZATION OF CDBG FUNDS IN RESPONSE TO HURRICANES
GUSTAV AND IKE**

Submitted to HUD: May 18, 2011

HUD Approved: June 2, 2011

**Bobby Jindal
Governor**

**Jay Dardenne
Lieutenant Governor**

**Paul Rainwater
Commissioner of Administration**

GUSTAV/IKE ACTION PLAN AMENDMENT 9

Non-Substantial Amendment Number 9 to State of Louisiana Action Plan for Disaster Recovery – Utilizing Funding from the Consolidated Security, Disaster Assistance, and Continuing Appropriations Act, 2009 (Public Law 110-329).

The State of Louisiana was awarded \$32,487,882 on September 13, 2010 in Community Development Block Grant (CDBG) disaster recovery funds. This award is the result of the State's identification of eligible activities under the Disaster Recovery Enhancement Fund (DREF). On February 22, the State received notification of a recalculation resulting in an increase to the total DREF funds awarded to the State of Louisiana, in the amount of \$2,034,140. The State of Louisiana has previously been awarded \$1,058,690,549 under Public Law (P.L) 110-329 to assist in addressing the long-term recovery impacts from the 2008 disasters. This represents the complete third allocation under P.L. 110-329, bringing the total allocation to \$1,091,178,431 under this appropriation.

This non-substantial Amendment 9 is submitted to HUD for approval of providing additional funds to existing programs to further meet the outstanding recovery needs of the State resulting from hurricanes Gustav and Ike. These funds are being transferred to previously approved programs submitted in Action Plans and ensuing Amendments. This does not create new programs, nor change any beneficiaries. Given that this involves funding that is significantly less than 15% of the DREF award, as well as less than 15% of the existing program, does not create any new programs or beneficiaries, this is considered a **non-substantial** amendment. These programs have previously undergone public comment in original submission and comments are incorporated within.

I. INTRODUCTION

Hurricane Gustav caused major wind and flood damage throughout the state, from the southern coastal parishes through central and north Louisiana. Two weeks later Hurricane Ike hit sending tidal surges across the state's southern coastal communities. Ike exceeded storm surge caused by hurricanes Rita and Katrina.

On February 22, the State received notification of a recalculation resulting in an increase to the total DREF funds awarded to the State of Louisiana, in the amount of \$2,034,140. The Office of Community Development's Disaster Recovery Unit (OCD-DRU) has developed the following **non-substantial Action Plan Amendment Number Nine** to confirm the intended additional distribution of funds to the previously eligible and approved program activities. These additional funds will assist the state, local entities, and key partners in confronting unmet housing, business, economic revitalization, community resiliency, public service, public infrastructure and other needs after the 2008 hurricanes.

Details of the distribution of funds, program delivery and existing approval program activities are outlined below.

II. DISTRIBUTION OF FUNDS

A. National Objective: All funds will be distributed in accordance with one of the three national objectives: primary benefit to low and moderate-income persons, elimination or prevention of slums and blight, or urgent need. Additionally, it is understood that in accordance with P.L. 110-329, at least 50 percent of the total grant funds, including this award, must provide benefit to low- and moderate-income persons.

B. Allocations

The additional funds of \$2,034,140 bring the State's third allocation from HUD to \$34,522,022. The State

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will allocate \$1,932,433 of those funds to the existing and approved **Economic Revitalization Program**. This program consists of the Business Recovery and Loan Program as well as the Louisiana Innovation Fund to confront unmet recovery and resiliency needs, and promoting economic revitalization in hurricane-impacted areas.

A total of \$101,707 will go to cover general Administration, Planning and Technical Assistance in the carrying out of all recovery programs.

The summary of the allocation is described in the following table, to consist of additional funds to be assigned to the existing program areas.

Table 1: Overall Allocations

Summary	Initial Allocation	Second Allocation	Third Allocation	Total Allocation
Total Allocations to LA	\$438,223,344	\$620,467,205	\$34,522,022	\$1,093,212,571
Allocation to Parishes*	\$309,791,652	\$255,749,470		\$565,541,122
HUD Required for Affordable Rental Housing	\$46,520,525	\$72,062,147	\$3,700,000	\$122,282,672
Fishery Recovery Program	\$15,000,000	\$12,383,297		\$27,383,297
Agriculture	\$30,000,000	\$29,766,594		\$59,766,594
Coastal Restoration	\$15,000,000	\$12,383,297		\$27,383,297
Municipal Infrastructure Program	\$0	\$30,000,000	\$5,000,000	\$35,000,000
Economic Revitalization	\$0	\$40,000,000	\$15,300,000 <i>\$ 1,932,433*</i>	\$57,232,433
Economic Development Infrastructure Program		\$80,000,000		\$80,000,000
Fisheries Industry Modernization	\$0	\$5,000,000	\$2,587,882	\$7,587,882
Pilot Comprehensive Resiliency	\$0	\$10,000,000	\$3,300,000	\$13,300,000
Nonprofit Homeowner Rehab	\$0	\$5,000,000		\$5,000,000
Interoperable Communications Infrastructure Program		\$17,099,040		\$17,099,040
Cost-Share Reserves Program		\$20,000,000		\$20,000,000
Admin, Planning & Tech Assistance	\$21,911,167	\$31,023,360	\$2,600,000 <i>\$ 101,707*</i>	\$55,636,234

*** The additional \$2,034,140 of the 3rd allocation was added to the economic revitalization program, with 5% allocated to Administration, Planning and Technical Assistance**