

## ACTION PLAN SUBSTANTIAL AMENDMENT NO. 4

### SUMMARY OF CHANGES

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**OVERVIEW:** Action Plan Substantial Amendment No. 4 revises existing program budgets and combines the Resilient Communities Infrastructure Program and the Hometown Revitalization Program into one program, the Resilient Communities Infrastructure Program. Changes are inclusive for all 2020-21 funding allocations.

This amendment is considered substantial as it comprises changes to program budgets and consolidates two programs into one, the Resilient Communities Infrastructure Program. These changes are in reference to the Master Action Plan, Substantial Action Plan Amendment No. 1, Substantial Action Plan Amendment No. 2 and Substantial Action Plan Amendment No. 3 previously submitted by the state.

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### AMENDMENTS TO THE STATE ACTION PLAN NARRATIVE:

#### Program Budget – 2020 and 2021 (Section 4a):

- Modifications were made to the **Program Budget 2020** table, including:
  - **Business Grants (Economic Revitalization)** budget modified from \$100,455,482 to \$50,455,482.
  - **Other (Infrastructure)** budget modified from \$185,232,774 to \$235,232,774.
  - **Total** budget remains \$1,050,267,000.
- Modifications were made to the **Program Budget 2021** table, including:
  - **Rehab (Housing)** budget modified from \$425,000,000 to \$773,926,900.
  - **New Construction (Housing)** budget modified from \$786,800,187 to \$417,873,287.
  - **Other (Economic Revitalization)** budget modified from \$165,000,000 to \$45,695,232.
  - **Other (Infrastructure)** budget modified from \$402,883,641 to \$567,883,641.
  - **Total** budget remains \$2,103,848,000.

### AMENDMENTS TO THE STATE ACTION PLAN PROGRAM DETAILS:

#### Hometown Revitalization Program

- The **Hometown Revitalization Program** is being absorbed by the Resilient Communities Infrastructure Program in APA #4. The program budget will be included in this amendment's revised budget for the Resilient Communities Infrastructure Program.



- New program totals in APA #4:

GRANT NUMBER	PROPOSED BUDGET	PROPOSED MID THRESHOLD BUDGET HUD IDENTIFIED	PROPOSED MID THRESHOLD BUDGET GRANTEE IDENTIFIED
P-21-LA-22-LDZ1	\$0.00	\$0.00	\$0.00
B-21-DF-22-0001	\$0.00	\$0.00	\$0.00
B-21-DZ-22-0001	\$0.00	\$0.00	\$0.00
B-22-DF-22-0001	\$0.00	\$0.00	\$0.00

### Resilient Communities Infrastructure Program

- The **Program Description** section was modified to read:
 

This program will enable some of the most damaged areas to address remaining economic revitalization and infrastructure unmet needs and provide funding for local governments to develop large-scale mitigation activities that allow Louisiana communities to better withstand future disasters. Projects will demonstrably increase community resilience by reducing the hazard risks identified in the Mitigation Needs Assessment portion of this Action Plan.
- **Previous text:**

This program will enable some of the most damaged areas to address remaining infrastructure unmet needs and provide funding for local governments to develop large-scale mitigation activities that allow Louisiana communities to better withstand future disasters. Projects will demonstrably increase community resilience by reducing the hazard risks identified in the Mitigation Needs Assessment portion of this Action Plan.

  - APA # 4 updates the Program Description section to reflect the combining of the Resilient Communities Infrastructure Program and the Hometown Revitalization Program.
- The **Program Tieback to Disaster/Unmet Needs** section was modified to read:
 

This program addresses the unmet needs in the areas of economic revitalization and infrastructure in order to expand upon and improve community planning located in eligible MIDs.
- **Previous text:**

This program addresses the unmet needs in the areas of infrastructure in order to expand upon and improve resilient community planning located in eligible MIDs.
- The **How the Program Will Advance Long-Term Resilience** section was modified to read:



This program will require construction, reconstruction, and rehabilitation projects to meet the definition of mitigation. Mitigation activities are defined as those activities that increase resilience to disasters and reduce or eliminate the long-term risk of loss of life, injury, damage to and loss of property, and suffering and hardship, by lessening the impact of future disasters.

Mitigation activities under this program are any action taken to reduce overall risk to the population and structures from future hazard events, while also reducing reliance on Federal funding in future disasters.

Activities aimed at economic revitalization will require mitigation where construction, reconstruction, or rehabilitation of facilities are involved.

- **Previous text:**

This program will require projects to meet the definition of mitigation. Mitigation activities are defined as those activities that increase resilience to disasters and reduce or eliminate the long-term risk of loss of life, injury, damage to and loss of property, and suffering and hardship, by lessening the impact of future disasters.

Mitigation activities under this program are any action taken to reduce overall risk to the population and structures from future hazard events, while also reducing reliance on Federal funding in future disasters.

- APA # 4 changes the section to define mitigation activities as it relates to program changes.

- The **Program Eligibility** section was modified to read:

Program Eligible Activities: 105(a) 1-5, 7-9, 11-12, 14-17, 19, 21-22

- **Previous text:**

Program Eligible Activities: 105(a) 1-5, 7-9, 11-12, 16

- The **Program Maximum Assistance** section was modified to read:

The maximum award amount is \$120 million.

- **Previous text:**

The maximum award amount is \$70 million.

- APA # 4 changes the maximum award amount to \$120 million.

- The **Program Method of Distribution Description/Overview (if applicable)** section was modified to read:

OCD will distribute the funds as determined by the following methodology:

OCD obtained the total FEMA Individual Assistance and Public Assistance damages and calculated as a percent of total. The Public Assistance percentages were weighted at 2/3 and the Individual Assistance at 1/3. OCD applied the percent of total damages to overall program budget of \$100 million for Laura/Delta and \$365 million for Ida and the May 2021 Severe Storms.

OCD established a minimum of \$600,000 and a maximum of \$25 million for Laura/Delta; with a minimum of \$300,000 for Ida and the May 2021 Severe Storms. Grants are costly to administer



due to the federal requirements imposed on the funding. Smaller grants would be much less cost-effective to employ and would waste already limited resources.

Any HUD MID that fell outside of this range was reduced to zero allocation or maximum of \$25 million for Laura/Delta.

For the entitlement city of Laura/Delta that fell between minimum and maximum, we obtained the total damages for the parish and entitlement city and calculated the percent of total.

If funds were remaining, OCD redistributed across the HUD MID areas that met the minimum and maximum allocation.

- **Previous text:**

OCD will distribute the funds as determined by the following methodology:

OCD obtained the total FEMA Individual Assistance and Public Assistance damages and calculated as a percent of total. The Public Assistance percentages were weighted at 2/3 and the Individual Assistance at 1/3. OCD applied the percent of total damages to overall program budget of \$50 million for Laura/Delta and \$200 million for Ida and the May 2021 Severe Storms.

OCD established a minimum of \$600,000 and a maximum of \$25 million for Laura/Delta; with a minimum of \$300,000 for Ida and the May 2021 Severe Storms. Grants are costly to administer due to the federal requirements imposed on the funding. Smaller grants would be much less cost-effective to employ and would waste already limited resources.

Any HUD MID that fell outside of this range was reduced to zero allocation or maximum of \$25 million for Laura/Delta.

For the entitlement city of Laura/Delta that fell between minimum and maximum, we obtained the total damages for the parish and entitlement city and calculated the percent of total.

If funds were remaining, OCD redistributed across the HUD MID areas that met the minimum and maximum allocation.

- The **Proposed Budget** was modified to include the allocation from the Hometown Revitalization Program:

- Proposed budget: \$465,000,000.
- Proposed HUD-identified MID budget: \$465,000,000
- Proposed Grantee-identified MID budget: \$0.
- New program totals in APA #4:

GRANT NUMBER	PROPOSED BUDGET	PROPOSED MID THRESHOLD BUDGET HUD IDENTIFIED	PROPOSED MID THRESHOLD BUDGET GRANTEE IDENTIFIED
P-21-LA-22-LDZ1	\$465,000,000.00	\$465,000,000.00	\$0.00



GRANT NUMBER	PROPOSED BUDGET	PROPOSED MID THRESHOLD BUDGET HUD IDENTIFIED	PROPOSED MID THRESHOLD BUDGET GRANTEE IDENTIFIED
B-21-DF-22-0001	\$125,000,000.00	\$125,000,000.00	\$0.00
B-21-DZ-22-0001	\$100,000,000.00	\$100,000,000.00	\$0.00
B-22-DF-22-0001	\$240,000,000.00	\$240,000,000.00	\$0.00

### RESTORE LOUISIANA HOMEOWNER ASSISTANCE PROGRAM

- The **Proposed Budget** was modified:
- Proposed budget: \$1,073,926,900.
- Proposed HUD-identified MID budget: \$859,141,520.
- Proposed Grantee-identified MID budget: \$214,785,380.
- New program totals in APA #4:

GRANT NUMBER	PROPOSED BUDGET	PROPOSED HUD-IDENTIFIED MID BUDGET	PROPOSED GRANTEE-IDENTIFIED MID BUDGET
P-21-LA-22-LDZ1	\$1,073,926,900.00	\$859,141,520.00	\$214,785,380.00
B-21-DF-22-0001	\$380,000,000.00	\$304,000,000.00	\$76,000,000.00
B-21-DZ-22-0001	\$300,000,000.00	\$240,000,000.00	\$60,000,000.00
B-22-DF-22-0001	\$393,926,900.00	\$315,141,520.00	\$78,785,380.00



### SOFT SECOND MORTGAGE PROGRAM

- The **Proposed Budget** was modified:
- Proposed budget: \$15,000,000.
- Proposed HUD-identified MID budget: \$12,000,000.
- Proposed Grantee-identified MID budget: \$3,000,000.
- New program totals in APA #4:

GRANT NUMBER	PROPOSED BUDGET	PROPOSED HUD-IDENTIFIED MID BUDGET	PROPOSED GRANTEE-IDENTIFIED MID BUDGET
P-21-LA-22-LDZ1	\$15,000,000.00	\$12,000,000.00	\$3,000,000.00
B-21-DF-22-0001	\$10,000,000.00	\$8,000,000.00	\$2,000,000.00
B-21-DZ-22-0001	\$5,000,000.00	\$4,000,000.00	\$1,000,000.00
B-22-DF-22-0001	\$0.00	\$0.00	\$0.00

### Resilient Mixed Income Gap Funding Program (PRIME)

- The **Proposed Budget** was modified:
- Proposed budget: \$762,952,031.
- Proposed HUD-identified MID budget: \$610,361,626.
- Proposed Grantee-identified MID budget: \$152,590,405.
- New program totals in APA #4:



GRANT NUMBER	PROPOSED BUDGET	PROPOSED HUD-IDENTIFIED MID BUDGET	PROPOSED GRANTEE-IDENTIFIED MID BUDGET
P-21-LA-22-LDZ1	\$762,952,031.00	\$610,361,626.00	\$152,590,405.00
B-21-DF-22-0001	\$407,873,287.00	\$326,298,630.00	\$81,574,657.00
B-21-DZ-22-0001	\$355,078,744.00	\$284,062,996.00	\$71,015,748.00
B-22-DF-22-0001	\$0.00	\$0.00	\$0.00