



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, DC 20410-7000

OFFICE OF COMMUNITY PLANNING
AND DEVELOPMENT

Eddie M. Buffaloe, Jr.
Secretary, North Carolina Department of Public Safety
512 N. Salisbury Street
Raleigh, NC 27604-1170

Dear Secretary Buffaloe:

The Department is approving the State of North Carolina’s Action Plan Amendment (APA) 6 for Community Development Block Grant mitigation (CDBG-MIT) funds appropriated under the Supplemental Appropriations for Disaster Relief Requirements Act, 2018 Public Law (P.L.) 115-123, and the Additional Supplemental Appropriations for Disaster Relief Act, 2019 P.L. 116-20, covering grant numbers B-18-DP-37-0001 and B-19-DT-37-0001. The Department allocated \$202,686,000 to the State for mitigation efforts from major storms and flooding events that occurred in 2016 and 2018. The purpose of this amendment is add a new mitigation programs and to reallocate program funding to address the outstanding mitigation needs.

APA 6 adds the *Residential Property Elevation Fund* to the mitigation funding allocation. The Fund is created to pay for the costs necessary to elevate property two feet above the Base Flood Elevation as required by HUD or to any higher standard required of the local municipality. The purpose of the fund is to establish an alternate source of funds for property that is mitigated against future flood loss. Eligible costs include all elevation-related scope of work as well as the scope necessary to rehabilitate or reconstruct property that is not suitable for rehabilitation.

Table 1: CDBG-DR Allocations

Action Plan Activity	APA 5 Allocation	APA 6 Allocation	Change
Administration	\$10,134,300	\$10,134,300	\$0
Planning	\$15,201,450	\$11,329,171	(\$3,872,279)
Residential Property Elevation Fund	\$0	\$44,174,078	\$44,174,078
Strategic Buyout	\$58,103,334	\$35,103,334	(\$23,000,000)
Public Housing Restoration Fund	\$36,246,916	\$24,245,117	(\$12,001,799)
Infrastructure Recovery Program	\$26,000,000	\$24,500,000	(\$1,500,000)
Affordable Housing Development Fund	\$47,500,000	\$43,700,000	(\$3,800,000)
Homeownership Assistance	\$4,400,000	\$4,400,000	\$0
Housing Counseling Fund	\$100,000	\$100,000	\$0
Code Enforcement Compliance and Support	\$5,000,000	\$5,000,000	\$0
TOTAL	\$202,686,000	\$202,686,000	\$0

HUD remains committed to assisting the State of North Carolina in its efforts to recover from the devastating effects of Hurricane Matthew and Hurricane Florence disasters and mitigate against future disaster. If you have any questions regarding this letter, please contact Sherry Copeland, Community Planning and Development Specialist, by email at Sherry.L.Copeland@hud.gov.

Sincerely,

William L. Bedford
Director, Grants Management Division
Office of Disaster Recovery