

Hazard Mitigation Subrecipient Program Agreement

Under this Agreement, the interests and responsibilities of the Recipient, hereinafter referred to as the State will be executed by the Mississippi Emergency Management Agency. Mr. Stephen C. McCraney, the Governor's Authorized Representative (GAR), is designated to represent the State. The Subrecipient of this Agreement is Diamondhead, City of. The interests and responsibilities of the Subrecipient will be executed by the Subrecipient's designated applicant's agent.

Under the Hazard Mitigation Grant **4697-0014** federal funds in the amount of \$ **904,770.00** are hereby awarded to the Subrecipient as stated below under the following conditions:

Approved Total Project Cost:	\$ 1005,300.00	
Federal Cost Share:	\$904,770.00	90%
State Cost Share:	\$0.00	
Local Cost Share:	\$100,530.00	10%

The Subrecipient agrees and understands that:

1. He/She has legal authority to apply for assistance on behalf of the subrecipient.
2. The Subrecipient will provide all necessary financial and managerial resources to meet the terms and conditions of receiving federal and state assistance.
3. The Subrecipient will use Hazard Mitigation Assistance Grant Program funds solely for the purpose for which these funds are provided and as approved by the Governor's Authorized Representative. Allowable costs shall be determined in accordance with the Robert T. Stafford Disasters Relief and Emergency Assistance Act.
4. The payments for approved projects will be on an eligible cost reimbursement basis and subject to receipt and approval of invoices.
5. The Subrecipient is aware that limited funding available for mitigation requires cost sharing, and that the Subrecipient is required to provide the full non-federal share for such mitigation activities.
6. The Subrecipient will establish and maintain a proper accounting system to record expenditures of disaster funds following generally accepted accounting standards or as directed by the Governor's Authorized Representative.

7. The local cost-share funding will be available within the specified time.
8. The Subrecipient will give state and federal agencies designated by the Governor's Authorized Representative, access to and the right to examine all records and documents related to the use of disaster assistance funds.
9. The Subrecipient will return to the state, within 15 days of such request by the Governor's Authorized Representative, any progress payments that are not supported by audit or other federal or state review of documentation maintained by the Subrecipient.
10. The Subrecipient will comply with all applicable codes and standards as pertains to this project and agree to provide maintenance as appropriate.
11. The Subrecipient will comply with all applicable provisions of federal and state laws and regulations regarding procurement of goods and services.
12. The Subrecipient will comply with all federal and state statutes and regulations relating to non-discrimination. The Subrecipient will establish and maintain an active program of nondiscrimination in disaster assistance as outlined in implementing regulations. This program will encompass all Subrecipient actions under this Agreement.
13. The Subrecipient will comply with provisions of the Hatch Act limiting the political activities of public employees.
14. The Subrecipient will comply, as applicable, with provisions of the Davis Bacon Act relating to labor standards.
15. The Subrecipient will comply with the National Flood Insurance Program and the community's flood protection ordinance.
16. The Subrecipient will not enter any cost-plus-percentage-of-cost contracts for the completion of Hazard Mitigation Assistance Grant Projects.
17. The Subrecipient will not enter any contract with any party that is debarred or suspended from participating in State or Federal assistance programs.
18. The Subrecipient will provide the Recipient copies of audit reports that include funds provided under this agreement.
19. The Subrecipient agrees that the disaster relief project contained in this Agreement will be completed by April 20, 2026. Completion dates may be extended upon justification by the Subrecipient and approval by the Governor's Authorized Representative and the Federal Emergency Management Agency.

20. Construction Project Requirement- Acceptance of Federal funding requires the Recipient and any Subrecipients to comply with all Federal, state, and local laws before the start of any construction activity. Failure to obtain all appropriate Federal, state, and local environmental permits and clearances may jeopardize Federal funding. Any change to the approved scope of work will require re-evaluation by FEMA for the recipient and Subrecipient compliance with the National Environmental Policy Act and other was and Executive Orders.
21. If ground-disturbing activities occur during construction, the Subreceptent must ensure monitoring of ground disturbance, and if any potential archaeological resources are discovered, the Subrecipient will immediately cease construction in that area and notify the MEMA Office of Mitigation. Documentation must be provided of the monitoring efforts.
22. There shall be no changes to this Agreement unless mutually agreed upon, in writing, by both parties to the Agreement.

If the Subrecipient violates any of the conditions of this agreement or applicable federal and state regulations; the State shall notify the Subrecipient that financial assistance for the project in which the violation occurred will be withheld until such violation has been corrected to the satisfaction of the State. In addition, the State may also withhold all or any portion of financial assistance which has been or is to be made available to the Subrecipient for other disaster relief projects under the Act, this or other agreements, and applicable federal and state regulations until adequate corrective action is taken.

The undersigned does hereby agree with all terms and conditions of this agreement.

Stephen C. McCraney
Governor's Authorized Representative

Subrecipient's Authorized Representative

Date

Date



U. S. Department of Homeland Security
Region 4
3005 Chamblee Tucker Road
Atlanta, GA

FEMA

May 29, 2025

Mr. Stephen McCraney, Executive Director
Mississippi Emergency Management Agency
Post Office Box 5644
Pearl, MS 39288

Attention: Ms. Jana Henderson
State Hazard Mitigation Officer

Reference: Hazard Mitigation Grant Program (HMGP)
Project DR-4626-0006-R
City of Diamondhead Acquisition Project

Dear Mr. McCraney:

We are pleased to inform you that the project referenced above has been approved for \$1,005,300.00 with a federal share of \$904,770.00 (90%) and a non-federal share of \$100,530.00 (10%) to be paid by the City of Diamondhead.

The following is the approved Scope of Work (SOW) for the above referenced project:

The City of Diamondhead to acquire and demolish residential structures listed below and return to open green space in perpetuity. The city will agree to maintain the open green space after demolition.

Property Locations:

Site	Address	Coordinates
1	9977 Kahana Street Diamondhead MS 39525	30.4001265, -89.3418523
2	73681 Diamondhead Drive North Diamondhead MS 39525	30.391096, -89.3851532
3	73642 Diamondhead Drive North Diamondhead MS 39525	30.3911116, -89.3813415
4	73640 Diamondhead Drive North Diamondhead MS 39525	30.3910429, -89.3811009

The National Environmental Policy Act (NEPA) stipulates those additions or amendments to a HMGP subrecipient SOW may have to be reviewed by all State and Federal agencies participating in the NEPA process. After a review of the proposed project and its environment, and provided that the conditions listed below are met, it was determined that no extraordinary circumstances, as defined in FEMA Directive 108-1, exist regarding this proposed project.

Special Conditions:

EO 11988 Condition: The subrecipient must coordinate with the local floodplain administrator and obtain any required permits prior to initiating work. All coordination pertaining to these activities and subrecipient compliance with any conditions should be documented and

copies forwarded to the and FEMA for inclusion in the permanent project files.

RCRA Condition: The subrecipient shall handle, manage, and dispose of potentially hazardous waste, universal waste, and hazardous materials in accordance with the requirements of local, state, and federal regulations. These materials may include, but are not limited to asbestos, lead-based paint, laboratory reagents, propane cylinders, paints and solvents, coolants containing chlorofluorocarbons (CFCs), used oil, polychlorinated biphenyls (PCBs), other petroleum products, used oil filters, fuel filters, cleaning chemicals, pesticides, batteries, and unlabeled tanks and containers. Equipment that may include these materials are ice machines, refrigerators, generators, computers, televisions, mercury switches, fluorescent lights, fluorescent light ballasts, sandblast units, paint sprayers, etc. Failure to comply with these conditions may jeopardize FEMA funding; verification of compliance shall be required at project closeout.

SHM&SW Laws Condition: Subgrantee shall ensure that all debris is separated and disposed of in a manner consistent with the Mississippi Department of Environmental Quality (MDEQ) Division of Solid Waste Management (SWM), disposal at permitted facilities guidelines or at a disposal site or landfill authorized by MDEQ. Subgrantee is responsible for ensuring contracted removal of debris also follows these guidelines. Documentation of compliance will be required at project closeout.

Standard Conditions:

- Any change to the approved scope of work will require re-evaluation for compliance with The National Environmental Policy Act (NEPA) and other Laws and Executive Orders.
- This review does not address all federal, state and local requirements. Acceptance of federal funding requires recipient to comply with all federal, state and local laws. Failure to obtain all appropriate federal, state and local environmental permits and clearances may jeopardize federal funding.
- If ground disturbing activities occur during construction, applicant will monitor ground disturbance and if any potential archeological resources are discovered, will immediately cease construction in that area and notify the State and FEMA.

Quarterly Progress Reporting:

Per 44 CFR 206.438(c), recipients must provide a quarterly progress report to FEMA indicating the status and completion date for each project funded. The report should also include any problems or circumstances affecting completion dates, scope of work, or project cost that may result in non-compliance with the approved grant conditions. Please include this HMGP project in your future quarterly reports.

Scope of Work Changes:

The State (Recipient) must obtain prior approval from FEMA before implementing changes to the approved project SOW. Per 2 CFR Part 200's Uniform Administrative Requirements:

- The Recipient must obtain prior written approval for any budget revision which would result in a need for additional federal funds.
- A change in the SOW must be approved by FEMA in advance regardless of the budget implications.
- The State (Recipient) must notify FEMA as soon as significant developments become known, such as delays or adverse conditions that might raise costs or delay completion, or favorable conditions allowing lower cost or earlier completion.

Period of Performance:

FEMA will not establish activity completion timeframes for individual sub-awards. Recipients are responsible for ensuring that all approved activities are completed by the end of the award's Period of Performance (POP). The DR-4626-MS POP is April 20, 2026. In accordance with 2 CFR 200.343(a) and (b), all closeout liquidation period (CLP) documentation of incurred costs during the POP must be submitted no later than August 18, 2026. Any extensions of the grant POP must be submitted to FEMA 60 days prior to the expiration date.

The obligation report and the Record of Environmental Consideration (REC) are enclosed for your records. The obligated funds are available for withdrawal from **Payment Management System (PMS)** on sub-account number **4626DRMSP0000065**.

We look forward to working with you and your staff. If we can be of further assistance, please contact Alicia Schoening at (470) 321-1065.

Sincerely,

**SHEMEEKA H
JOHNSON**

Digitally signed by
SHEMEEKA H JOHNSON
Date: 2025.05.29 13:10:08
+04'00'

Shemeeka H. Johnson, Chief
Disaster Implementation Branch
Mitigation Division

Enclosures:

Obligation Report Supplemental No. 10
Record of Environmental Consideration

5/9/2025
8:19 AM

FEDERAL EMERGENCY MANAGEMENT AGENCY
HAZARD MITIGATION GRANT PROGRAM

HMGP-OB-01

Obligation

Disaster No	FEMA Project No	Amendment No	State Application ID	Action No	Supplemental No	State	Recipient
4626	6 - R	0	5	1	10	MS	Statewide

Subrecipient: Diamondhead

Project Title :City of Diamondhead Residential Acquisition Program

Subrecipient FIPS Code045-19100

Total Amount Previously Allocated	Total Amount Previously Obligated	Total Amount Pending Obligation	Total Amount Available for New Obligation
\$904,770.00	\$904,770.00	\$0.00	\$0.00

Project Amount	Subrecipient Management Cost Amount	Total Obligation	IFMIS Date	IFMIS Status	FY
\$904,770.00	\$25,000.00	\$929,770.00	05/08/2025	Accept	2025

Comments

Date: 05/08/2025 User Id: ASCHOEN3

Comment:4626-0006-R-DR-MS-HM (App ID 5) POP 04.20.2026 City of Diamondhead Acquisition Project, plan expires 02.21.2029. Award of \$904,770.00 Federal Share and \$25,000.00 for first installment of SRMC. This will be included in the May Spend plan once it is o again.

TOTAL \$929,770.00

Date: 05/08/2025 User Id: DBURKETT

Comment:4626-0006-R-R-MS-HM Diamondhead Grant POP 04/20/2026 Application 5 City of Diamondhead Residential Acquisition Program Allocation 10 May Spend Plan Federal share \$904,770.00 SRMC \$25,000.00 total obligation \$929,770.00 Supplement 10 approv

Authorization

Preparer Name: ALICIA SCHOENING

Preparation Date: 05/08/2025

HMO Authorization Name: DEBORAH BURKETT

HMO Authorization Date: 05/08/2025

RECORD OF ENVIRONMENTAL CONSIDERATION (REC)

Project ID: HMGP-4626-0006-MS (1)

Title: City of Diamondhead Acquisition Project

NEPA DETERMINATION

Non Compliant Flag: No
 EA Draft Date: EA Final Date:
 EA Public Notice Date: EA Fonsi Date: Level: CATEX
 EIS Notice of Intent Date: EIS ROD Date:
 Comments:

SOW: City of Diamondhead, Hancock County, MS. Acquire, demolish, and turn into green space four (4) residential properties all within Diamondhead, MS 39525 at:
 Site 1: 9977 Kahana Street (30.4001265, -89.3418523),
 Site 2: 73681 Diamondhead Drive North (30.3913096, -89.3851532),
 Site 3: 73642 Diamondhead Drive North (30.3911116, -89.3813415), and
 Site 4: 73640 Diamondhead Drive North (30.3910429, -89.3811009).
 - chelmut1 - 04/17/2025 16:32:55 GMT

CATEX CATEGORIES

Catex Category Code	Description	Selected
*n3	(*n3) Federal Assistance for Property Acquisition and Demolition. Federal assistance for the acquisition of properties and the associated demolition and removal when the acquisition is from a willing seller, the assistance is solely for the purposes of financial compensation for the acquisition, and the land is deed restricted to open space, recreational, wildlife habitat, or wetland uses in perpetuity. The CATEX does not apply to subsurface uses of acquired properties, or acquired properties with encumbrances or easements authorizing current or future subsurface uses that are not allowable and compatible with open space. This CATEX covers actions associated with the determination of program eligibility. This CATEX does not cover Federal assistance actions that involve acquisition for the purpose of construction or development at a site in the acquired property. The use of eminent domain is explicitly excluded from the CATEX.	Yes

EXTRAORDINARY CIRCUMSTANCES

Extraordinary Circumstance Code	Description	Selected ?
	No Extraordinary Circumstances were selected	

ENVIRONMENTAL LAW / EXECUTIVE ORDER

Environmental Law/ Executive Order	Status	Description	Comments
Clean Air Act (CAA)	Completed	Project will not result in permanent air emissions - Review concluded	
Coastal Barrier Resources Act (CBRA)	Completed	Project is not on or connected to CBRA Unit or otherwise protected area - Review concluded	
Clean Water Act (CWA)	Completed	Project would not affect any water of the U.S. - Review concluded	

FEDERAL EMERGENCY MANAGEMENT AGENCY

13:06:18

RECORD OF ENVIRONMENTAL CONSIDERATION (REC)

Project ID: HMGP-4626-0006-MS (1)

Title: City of Diamondhead Acquisition Project

Environmental Law/ Executive Order	Status	Description	Comments
Coastal Zone Management Act (CZMA)	Completed	Project is not located in a coastal zone area and does not affect a coastal zone area - Review concluded	
Executive Order 11988 - Floodplains	Completed	Located in floodplain or effects on floodplain/flood levels	EO 11988: Site 1 is located within a Zone A or 1.0% annual chance per Hancock County Flood Insurance Rate Map (FIRM) panel number 28045C0264D, dated 10/16/2009. Sites 2, 3, and 4 are located within a Zone AE with base flood elevation of 17 feet per Hancock County FIRM panel number 28045C0244D, dated 10/16/2009. See FEMA 8-Step Determination Checklist and Condition. - chelmut1 - 04/17/2025 16:36:39 GMT
	Completed	Possible adverse effects associated with investment in floodplain, occupancy or modification of floodplain environment	
	Completed	8 Step Process Complete - documentation attached - Review concluded	
Executive Order 11990 - Wetlands	Completed	No effects on wetlands and project outside wetlands - Review concluded	EO 11990: The project sites are located outside wetlands per review of USFWS National Wetlands Inventory (NWI) mapper, accessed 3/18/2025. - chelmut1 - 04/17/2025 16:39:52 GMT
Endangered Species Act (ESA)	Completed	Listed species and/or designated critical habitat present in areas affected directly or indirectly by the federal action	ESA: Per review of the Services best available data of threatened and endangered species including designated critical habitat(s) for the proposed action area(s). - chelmut1 - 04/17/2025 16:34:10 GMT
	Completed	No effect to species or designated critical habitat (See comments for justification) - Review concluded	
Farmland Protection Policy Act (FPPA)	Completed	Project does not affect designated prime or unique farmland - Review concluded	
Fish and Wildlife Coordination Act (FWCA)	Not Applicable	Project does not affect, control, or modify a waterway/body of water - Review concluded	
Migratory Bird Treaty Act (MBTA)	Completed	Project located within a flyway zone	
	Completed	Project does not have potential to take migratory birds - Review concluded	
Magnuson-Stevens Fishery Conservation and Management Act (MSA)	Completed	Project not located in or near Essential Fish Habitat - Review concluded	
National Historic Preservation Act (NHPA)	Completed	Applicable executed Programmatic Agreement. Activity meets Programmatic Allowance (enter date and # in comments) - Review concluded	NHPA: Per the Statewide Programmatic Agreement for Mississippi executed September 15, 2016 and amended (4) August 16, 2024, the SOW meets Allowance II.B.11.a, as per SOI Qualified Whitney Rocks. - wrooks2 - 04/17/2025

NOTE: All times are GMT using a 24-hour clock.

RECORD OF ENVIRONMENTAL CONSIDERATION (REC)

Project ID: HMGP-4626-0006-MS (1)

Title: City of Diamondhead Acquisition Project

Environmental Law/ Executive Order	Status	Description	Comments
			15:21:54 GMT
Resource Conservation and Recovery Act, aka Solid Waste Disposal Act (RCRA)	Completed	Review concluded	
State Hazardous Materials and Solid Waste Laws	Completed	Review concluded	SHM&SW Laws: See condition. - chelmut1 - 04/17/2025 16:42:34 GMT
Wild and Scenic Rivers Act (WSR)	Completed	Project is not along and does not affect Wild and Scenic River - Review concluded	

CONDITIONS

Special Conditions required on implementation of Projects:

EO 11988 Condition: The subrecipient must coordinate with the local floodplain administrator and obtain any required permits prior to initiating work. All coordination pertaining to these activities and subrecipient compliance with any conditions should be documented and copies forwarded to the and FEMA for inclusion in the permanent project files.

Source of condition: Executive Order 11988 - Floodplains

Monitoring Required: No

RCRA Condition: The subrecipient shall handle, manage, and dispose of potentially hazardous waste, universal waste, and hazardous materials in accordance with the requirements of local, state, and federal regulations. These materials may include, but are not limited to asbestos, lead-based paint, laboratory reagents, propane cylinders, paints and solvents, coolants containing chlorofluorocarbons (CFCs), used oil, polychlorinated biphenyls (PCBs), other petroleum products, used oil filters, fuel filters, cleaning chemicals, pesticides, batteries, and unlabeled tanks and containers. Equipment that may include these materials are ice machines, refrigerators, generators, computers, televisions, mercury switches, fluorescent lights, fluorescent light ballasts, sandblast units, paint sprayers, etc. Failure to comply with these conditions may jeopardize FEMA funding; verification of compliance shall be required at project closeout.

Source of condition: Resource Conservation and Recovery Act, aka Solid Waste Disposal Act (RCRA)

Monitoring Required: No

SHM&SW Laws Condition: Subgrantee shall ensure that all debris is separated and disposed of in a manner consistent with the Mississippi Department of Environmental Quality (MDEQ) Division of Solid Waste Management (SWM), disposal at permitted facilities guidelines or at a disposal site or landfill authorized by MDEQ. Subgrantee is responsible for ensuring contracted removal of debris also follows these guidelines. Documentation of compliance will be required at project closeout.

Source of condition: State Hazardous Materials and Solid Waste Laws

Monitoring Required: No

Standard Conditions:

Any change to the approved scope of work will require re-evaluation for compliance with NEPA and other Laws and Executive Orders.

This review does not address all federal, state and local requirements. Acceptance of federal funding requires recipient to comply with all federal, state and local laws. Failure to obtain all appropriate federal, state and local environmental permits and clearances may jeopardize federal funding.

If ground disturbing activities occur during construction, applicant will monitor ground disturbance and if any potential archeological resources are discovered, will immediately cease construction in that area and notify the State and FEMA.