

DEPARTMENT OF COMMERCE**Economic Development Administration**

[Docket No. 950302065-7163-08]

RIN 0610-ZA03

Economic Development Assistance Program for Disaster Recovery Activities, Availability of Funds

AGENCY: Economic Development Administration (EDA), Department of Commerce (DOC).

ACTION: Supplementary notice.

SUMMARY: The Economic Development Administration (EDA) announces the policies and the application procedures for funds available to support disaster recovery projects designed to assist affected states and local communities recover from the consequences of the 1997 floods, tornadoes, and other natural disasters in the states of North Dakota, South Dakota, Minnesota, Kentucky, West Virginia, Ohio, Indiana, Illinois, Arkansas, and Tennessee.

EDA's program will be to assist disaster-impacted areas with revolving loan funds, and the construction of new and expanded infrastructure and development facilities required for economic development to alleviate the economic distress of the areas.

DATES: This announcement is effective July 16, 1997. Applications are accepted on a continuous basis and funds shall remain available until expended.

ADDRESSES: To establish merits of project proposals, interested parties should contact the Philadelphia Regional Office, Chicago Regional Office, Denver Regional Office, Atlanta Regional Office, or Austin Regional Office, or the appropriate Economic Development Representative for the area (see listing in "Other Information").

FOR FURTHER INFORMATION CONTACT: See listing in "Other Information" section of this Notice.

SUPPLEMENTARY INFORMATION: Applicants should be aware that a false statement on the application is grounds for denial of the application or termination of the grant award and grounds for possible punishment by a fine or imprisonment as provided in 18 U.S.C. 1001.

Applicants are hereby notified that any equipment or products authorized to be purchased with funding provided under this program must be American-made to the maximum extent feasible.

The total dollar amount of the indirect costs proposed in an application under any EDA programs must not exceed the

indirect cost rate negotiated and approved by a cognizant Federal agency prior to the proposed effective date of the award or 100 percent of the total proposed direct costs dollar amount in the application, whichever is less.

Applicants seeking an early start, i.e., to begin a project before EDA approval, must obtain a letter from EDA allowing such early start. Such approval may be given with the understanding that an early start does not constitute project approval. Applicants should be aware that if they incur any costs prior to an award being made they do so solely at their own risk of not being reimbursed by the Government. Notwithstanding any verbal or written assurance that may have been received, there is no obligation on the part of DoC to cover preaward costs.

If an application is selected for funding, EDA has no obligation to provide any additional future funding in connection with an award. Renewal of an award to increase funding or extend the period of performance is at the sole discretion of EDA.

Unsatisfactory performance under prior Federal awards may result in an application not being considered for funding.

No award of Federal funds will be made to an applicant who has an outstanding delinquent Federal debt until either:

1. The delinquent account is paid in full;
2. A negotiated repayment schedule is established and at least one payment is received; or
3. Other arrangements satisfactory to DoC are made.

Notwithstanding any other provision of law, no person is required to respond to nor shall a person be subject to a penalty for failure to comply with a collection of information subject to the requirements of the Paperwork Reduction Act (PRA) unless that collection of information displays a currently valid Office of Management and Budget (OMB) control number. This notice involves a collection of information requirement subject to the provisions of the PRA and has been approved by OMB under Control Number 0610-0094.

Catalog of Federal Domestic Assistance (CFDA)

The Special Economic Development Adjustment Assistance Program—Long Term Economic Deterioration and Sudden and Severe Economic Dislocation is listed under CFDA 11.307 (13 CFR Part 308). Public Works and Development Facilities Assistance and Public Works Impact Program are listed under CFDA 11.300 and CFDA 11.304 (13 CFR part 305).

Funding Availability

Funds in the amount of \$50.2 million are available for this disaster relief program and shall remain available until expended. These funds are provided from the 1997 Emergency Supplemental Appropriations Act For Recovery From Natural Disasters And For Overseas Peacekeeping Efforts, Including Those In Bosnia (Pub. L. 105-18). The funds are available for awarding disaster assistance grants pursuant to the Public Works and Economic Development Act of 1965, as amended. Funds will be apportioned as follows: North Dakota, South Dakota, and Minnesota—\$26.2 million; Kentucky—\$15.0 million, West Virginia—\$3.0 million; Ohio—\$2.0 million; Indiana—\$1.0 million; Illinois—\$1.0 million; Arkansas—\$1.0 million; Tennessee—\$1.0 million.

Grant Rates

Grant rates, as established by the Public Works and Economic Development Act of 1965, as amended (PWEDA) and its implementing regulations at 13 CFR Chapter III, may vary, if permitted by PWEDA and its implementing regulations, and will depend on the type of applicant, relative needs and financial capacity of applicants. In most cases, a nonfederal local share of not less than 25% will be required. In rare and extenuating circumstances, EDA may waive the local share requirement where permitted by PWEDA and its implementing regulations at 13 CFR chapter III.

Eligible Applicants

Eligible applicants include the states or political subdivisions thereof, including municipalities and quasi-public corporations and authorities, Indian tribes, Community Development Corporations, and nonprofit corporations representing an EDA-designated redevelopment area or part thereof located in affected disaster areas in the States of North Dakota, South Dakota, Minnesota, Kentucky, West Virginia, Ohio, Indiana, Illinois, Arkansas, and Tennessee.

Proposal Submission Procedures

Proposals for assistance under this disaster recovery program shall be submitted to EDA on a completed Form Ed-900P, OMB Control No. 0610-0094. Applicants must clearly demonstrate how the EDA assistance will help the area recover from the economic hardship and other problems caused by flood damage, tornado, or other disasters, and that such assistance has been preceded by sound planning. Interested parties should contact the

appropriate Economic Development Representative for the area, or the appropriate EDA Regional Office for a proposal package (see Listing under "Other Information").

Application Procedures

A determination of whether to invite an application under this disaster recovery program for EDA assistance will be issued based upon the Agency's review of the applicant's proposal under the evaluation criteria herein and EDA's regulations at 13 CFR Chapter III.

Funding Instrument

Funds will be awarded in accordance with the requirements of title I, title IV, and title IX of the Public Works and Economic Development Act of 1965, as amended (Pub. L. 89-136; 42 U.S.C. 3121 *et seq.*) (PWEDA) and EDA's regulations at 13 CFR chapter III. The appropriate title for grant application and award will be determined by EDA based on the nature of the project and the eligibility of the area.

Project Selection Criteria

It is anticipated that the funds announced herein for disaster recovery assistance may not be sufficient to meet all of the economic recovery needs for which requests are received. Evaluation criteria will not be assigned weights. EDA will consider the following criteria

to select the grant project award. While each of the criteria are important, any one or combination of criteria may be the basis for selecting an application for award: (1) Projects that are consistent with an area Economic Adjustment Strategy, the Overall Economic Development Program for the area, or the State Emergency Recovery Plan; (2) the degree to which EDA funding is leveraged with appropriate state, local, private, and other Federal assistance efforts; (3) the extent to which projects are located in areas with a high levels of economic distress; (4) the degree to which projects enhance/stimulate sustainable economic development; (5) the extent to which projects mitigate the impacts of future disasters; (6) the relative impact projects have for assisting in the post-disaster recovery of the area; and (7) the extent to which the project will directly or indirectly tend to improve opportunities in the area for the establishment or expansion of industrial or commercial facilities and/or primarily benefit members of low-income families.

To establish the merits of project proposals, interested parties should contact the EDA Economic Development Representative or EDA Regional Office for the area (see listing below) for a proposal form, (ED-900P). Requests for assistance shall be submitted directly to the EDA Economic Development

Representative or EDA Regional Office that serves the area (see listing below).

EDA will evaluate proposals to determine whether they can meet the criteria established. Following the review of the proposals, EDA will invite those entities whose projects are selected for consideration to submit full applications (ED-900A, OMB Control No. 0610-0094). In addition to the real property title requirements at 13 CFR 314.7, applicants will be expected to submit satisfactory evidence of rights of entry assuring prompt access to project property at time of grant award in those cases where applicants do not hold title to all real property requirements for the projects at time of application.

Other Information

Except as modified herein, evaluation criteria, competitive selection procedures, application procedures, and other requirements for the applicable assistance program are described at 13 CFR Chapter III.

For further information contact the appropriate Economic Development Representative or EDA Regional Office listed below: John E. Corrigan, Regional Director, Philadelphia Regional Office, Curtis Center, Independence Square West, Suite 140 South, Philadelphia, Pennsylvania 19106, Telephone: (215) 597-4603, Internet Address: jcorrigan@doc.gov

Philadelphia region	States covered
R. Byron Davis, Economic Development Representative, 405 Capitol Street, Room 411, Charleston, West Virginia 25201, Telephone: (304) 347-5252, Internet Address: bdavis3@doc.gov.	West Virginia.
William J. Day, Jr., Regional Director, Atlanta Regional Office, 401 West Peachtree Street, NW., Suite 1820, Atlanta, GA 30308-3510, Telephone: (404) 730-3002, Internet Address: wday@doc.gov	
Atlanta Region	
Bobby D. Hunter, Economic Development Representative, 771 Corporate Drive, Suite 200, Lexington, Kentucky 40503-5477, Telephone: (606) 224-7426, Internet Address: bhunter@doc.gov.	Kentucky.
Mitchell Parks, Economic Development Representative, 261 Cumberland Bend Drive, Nashville, Tennessee 37228, Telephone: (615) 736-5911, Internet Address: mparks@doc.gov.	Tennessee.
John D. Woodward, Regional Director, Denver Regional Office, 1244 Speer Boulevard, Room 670, Denver, CO 80204, Telephone: (303) 844-4714, Internet Address: jwoodwa3@doc.gov	
Denver Region	
Paul Hildebrandt, Economic Development Representative, 608 East Cherry Street, Room B-2, Columbia, Missouri 65201, Telephone: (573) 442-8084, Internet Address: phildeb1@doc.gov.	North Dakota.
Robert I. Cecil, Economic Development Representative, Federal Building, Room 593A, 210 Walnut Street, Des Moines, Iowa 50309, Telephone: (515) 284-4746, Internet Address: bcecil@doc.gov.	South Dakota.
Robert Turner, Regional Contact, 1244 Speer Boulevard, Room 670, Denver, Colorado 80204, Telephone: (303) 844-4474, Internet Address: rturner2@doc.gov.	North Dakota and South Dakota.
C. Robert Sawyer, Regional Director, Chicago Regional Office, 111 North Canal Street, Suite 855, Chicago, Illinois 60606-7204, Telephone: (312) 353-7706, Internet Address: csawyer@doc.gov	
Chicago Region	
John B. Arnold, Economic Development Representative, 515 West First Street, Room 104, Duluth, Minnesota 55802, Telephone: (218) 720-5326, Internet Address: jarnold@doc.gov.	Minnesota and Illinois.
Robert F. Hickey, Economic Development Representative, 200 North High Street, Federal Building, Room 740, Columbus, Ohio 43215, Telephone: (614) 469-7314, Internet Address: rhickey@doc.gov.	Ohio and Indiana.
Pedro Garza, Regional Director, Austin Regional Office, Homer Thornberry Building, Suite 121, 903 San Jacinto Boulevard, Austin, Texas 78701-2450, Telephone: (512) 916-5595, Internet Address: pgarza@doc.gov, 903 San Jacinto Boulevard, Austin, Texas 78701-2450, Telephone (512) 916-5824, Internet Address: alee@doc.gov.	

Dated: July 10, 1997.

Phillip A. Singerman,

*Assistant Secretary for Economic
Development.*

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