

**TEXAS DEPARTMENT OF HOUSING AND COMMUNITY AFFAIRS** 

FOR IMMEDIATE RELEASE August 3, 2009 Contact: Gordon Anderson 512.475.4743 Jill McFarren 512.475.2844

## State housing agency providing \$2 million lift to Hidalgo County's Hurricane Dolly recovery efforts

(AUSTIN) — Aiming to rapidly rebuild housing stock in the wake of Hurricane Dolly and bolster the region's economy, the Texas Department of Housing and Community Affairs (THDCA) today announced a major award of federal disaster recovery funds to Hidalgo County. In addition to helping replace damaged or destroyed housing units, the award will also provide a wide array of financial benefits to the region.

TDHCA awarded officials with Hidalgo County \$2 million in disaster recovery funds, \$1.7 million of which the county will use repair or replace 40 single family homes damaged or destroyed by the 2008 storm. The balance of funds will help the county cover program administration, planning, and delivery costs. The county currently has a waiting list of 100 households and will prioritize individuals and families based on the home's condition, household size and income, and households with an elderly person, person with a disability, or single head of family.

The award represents a portion of the \$1.3 billion in federal disaster recovery funds allocated to the state just over five months ago.

"Dolly was the most destructive hurricane to hit the Rio Grande Valley in nearly 30 years, and area residents really took a punch," said Michael Gerber, TDHCA Executive Director. "The state's mission now is to restore the region's housing stock in as rapid a manner as possible, which will help stabilize lives, create construction jobs, and generate taxes and fees for the county. By working through officials at the local level, TDHCA is ensuring the funds are directed to where they will have the greatest impact."

Hurricane Dolly made landfall near South Padre Island on July 23, 2008, with a significant amount of rainfall and 85 mph winds. The storm dropped up to 16 inches of rain in certain areas, resulting in extensive flooding throughout the Valley and causing an estimated \$1 billion in damage.

On March 31, 2009, the Office of Rural and Community Affairs executed a grant agreement with the U.S. Department of Housing and Urban Development (HUD), accepting the \$1.3 billion in disaster recovery funds for the State of Texas. This allocation to Hidalgo County is among the portion of funds appropriated for hurricanes Ike and Dolly; of this amount, approximately \$620 million will be made available to TDHCA to administer housing programs related to the state's recovery efforts.

- more -

221 E. 11th • Austin, Texas 78701 • (800) 525-0657 • (512) 475-3800

Under HUD regulations, 50 percent of federal disaster recovery funds targeting the rebuilding of homes damaged by Hurricane Dolly must benefit low to moderate income households.

## About The Texas Department of Housing and Community Affairs

The Texas Department of Housing and Community Affairs is the state agency responsible for affordable housing, community services, energy assistance, and colonia housing programs. The Department annually administers more than \$400 million through for-profit, nonprofit, and local government partnerships to deliver local housing and community-based opportunities and assistance to Texans in need.

- 30 -