

STATE OF MISSISSIPPI PHIL BRYANT, GOVERNOR MISSISSIPPI DEVELOPMENT AUTHORITY BRENT CHRISTENSEN EXECUTIVE DIRECTOR

August 19, 2013

Mr. Gerald Steen Madison County Board of Supervisors Post Office Box 608 Canton, Mississippi 39046

Subject: Section 3 Compliance Determination Response to HUD Form 60002

Project Number: 112912045PF01

Dear Mr. Steen:

CSD is in receipt of your response regarding non-compliance with the federal Section 3 reporting requirements of 24 CFR 135 and HUD Form 60002. As a sub-recipient of federal funds from CSD, you are required to implement procedures (i.e. Section 3 Plan) that will increase opportunities for training and employment for lower income residents and increase the utilization of business concerns of Section 3 covered funding within your community. All sub-recipients must make affirmative attempts to reach Section 3 numerical goals and document those efforts.

In review of Madison County's response, the response adequately addresses the non-compliance concern submitted by CSD and therefore will be acceptable for this reporting year. In the future, CSD will expect all sub-recipients to comply and meet the section 3 numerical goals.

For additional Section 3 guidance, please refer to the *CSD Section 3 Policy and Procedures* 2012 located at www.mississippi.org/csd. Scroll down to the "Federal Funded Projects Compliance Guidance and Forms" link; click on "Section 3"; then under Policy and Procedures, click on "CSD Section 3 Policy and Procedures 2012".

Should you have any questions, please contact me at 601-359-9273

Sincerely,

Ray Robinson, Jr.

Compliance Bureau Manager Community Services Division