

February 11, 2019

MEMORANDUM FOR: FEMA Regional Administrators

Regions I – X

Regional Recovery Division Directors ATTENTION: 12052

FROM: Keith Turi

Assistant Administrator

Recovery Directorate

SUBJECT: FEMA Recovery Policy FP 104-11-2 Public Assistance Management

Costs Standard Operating Procedures and Updated Fact Sheet

The Disaster Recovery Reform Act (DRRA) (PL 105-254), signed on October 5, 2018, amended Section 324 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act to provide management cost funding to Recipients and Subrecipients up to specified percentages. Under DRRA, this amendment to the law is retroactive to major disasters and emergencies declared on or after August 1, 2017. FEMA published Recovery Policy FP 104-11-2, Public Assistance Management Costs (Interim) on November 14, 2018, to implement Public Assistance management cost contributions under the new law. To assist in the implementation of the Interim Policy, FEMA is issuing the Public Assistance Management Costs Standard Operating Procedures (SOP). The Interim Policy and accompanying SOP provide procedures for Public Assistance management costs under the new law and allows Recipients and Subrecipients some flexibility in how they can receive management cost contributions.

In a clarification memorandum dated December 19, 2018, FEMA required Recipients and Subrecipients to notify FEMA of their management cost option no later than February 12, 2019. Due to delays and complications caused by the recent lapse in appropriations and associated partial government shutdown, FEMA is extending this deadline to March 15, 2019. The SOP and an updated fact sheet both reflect this new deadline for notifying FEMA of the management cost option selected. The Interim Policy, SOP, fact sheet, and related memorandums are available on the FEMA website at www.fema.gov/media-library/assets/documents/174133.

If you have any questions, please have your staff contact Jonathan Hoyes, Public Assistance Division Director, at jonathan.hoyes@fema.dhs.gov.

Attachments