118TH CONGRESS 1ST SESSION **S**.

To amend section 324 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act to incentivize States, Indian Tribes, and Territories to close disaster recovery projects by authorizing the use of excess funds for management costs for other disaster recovery projects.

IN THE SENATE OF THE UNITED STATES

Ms. HASSAN (for herself and Mr. LANKFORD) introduced the following bill; which was read twice and referred to the Committee on

A BILL

- To amend section 324 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act to incentivize States, Indian Tribes, and Territories to close disaster recovery projects by authorizing the use of excess funds for management costs for other disaster recovery projects.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Disaster Management
- 5 Costs Modernization Act".

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1	SEC. 2. USE OF EXCESS FUNDS FOR MANAGEMENT COSTS.
2	(a) IN GENERAL.—Section 324 of the Robert T.
3	Stafford Disaster Relief and Emergency Assistance Act
4	(42 U.S.C. 5165b) is amended—
5	(1) in subsection $(b)(2)$ —
6	(A) by redesignating subparagraphs (A)
7	and (B) as clauses (i) and (ii), respectively, and
8	adjusting the margins accordingly; and
9	(B) in the matter preceding clause (i), as
10	so redesignated, by striking "provide the fol-
11	lowing percentage rates" and inserting "pro-
12	vide—
13	"(A) excess funds for management costs as
14	described in subsection (c); and
15	"(B) the following percentage rates";
16	(2) by redesignating subsection (c) as sub-
17	section (d); and
18	(3) by inserting after subsection (b) the fol-
19	lowing:
20	"(c) USE OF EXCESS FUNDS FOR MANAGEMENT
21	Costs.—
22	"(1) DEFINITION.—In this subsection, the term
23	'excess funds for management costs' means the dif-
24	ference between—

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1	"(A) the amount of the applicable specific
2	management costs authorized under subsection
3	(b)(1) and subsection $(b)(2)(B)$; and
4	"(B) as of the date on which the grant
5	award is closed, the amount of funding for
6	management costs activities expended by the
7	grantee or subgrantee receiving the financial as-
8	sistance for costs described in subparagraph
9	(A).
10	"(2) Availability of excess funds for
11	MANAGEMENT COSTS.—The President may make
12	available to a grantee or subgrantee receiving finan-
13	cial assistance under section 403, 404, 406, 407, or
14	502 any excess funds for management costs.
15	"(3) USE OF FUNDS.—Excess funds for man-
16	agement costs made available to a grantee or sub-
17	grantee under paragraph (2) may be used for—
18	"(A) activities associated with building ca-
19	pacity to prepare for, recover from, or mitigate
20	the impacts of a major disaster or emergency
21	declared under section 401 or 501, respectively;
22	and
23	"(B) management costs associated with
24	any—
25	"(i) major disaster;

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1	"(ii) emergency;
2	"(iii) disaster preparedness measure;
3	or
4	"(iv) mitigation activity or measure
5	authorized under section 203, 204, 205, or
6	404.
7	"(4) AVAILABILITY.—Excess funds for manage-
8	ment costs made available to a grantee or sub-
9	grantee under paragraph (2) shall remain available
10	to the grantee or subgrantee until the date that is
11	5 years after the date on which the excess funds for
12	management costs are made available under para-
13	graph (2).".
14	(b) APPLICABILITY.—The amendments made by sub-
15	section (a) shall apply with respect to any grant award
16	in relation to a major disaster or emergency declared
17	under section 401 or 501, respectively, of the Robert T.
18	Stafford Disaster Relief and Emergency Assistance Act
19	(42 U.S.C. 5170, 5191)—
20	(1) the declaration of which is open on, or made
21	on or after, the date of enactment of this Act; and
22	(2) that is funded with amounts appropriated
23	on or after the date of enactment of this Act.