Congress of the United States Washington, DC 20515

May 17, 2023

The Honorable Deanne Criswell Administrator Federal Emergency Management Agency (FEMA) 500 C Street SW Washington, D.C. 20472

Administrator Criswell,

As you know, seven named storms made landfall in Louisiana between 2020 and 2021, causing extensive power outages and widespread damage to coastal and inland communities. In response to these disasters, affected local governments and utility cooperatives took quick action and leaned into the recovery process. However, the Louisiana delegation remains concerned by ongoing reimbursement delays that have significantly impacted the financial stability of utility cooperatives and units of local government in our state.

After a federally declared disaster, many communities and utility cooperatives take out lines of credit to cover the costs of providing timely disaster response. While these activities – such as emergency protective measures, debris removal, utility service restoration, and permanent work - should be considered PA-eligible undertakings qualified for reimbursement under the Stafford Act, in practice the payment processing timeline can leave eligible entities in an unworkable financial position. Loans or lines of credit are routinely used to close the gap. Unfortunately, this means that any delays in FEMA's processing of reimbursements can result in significant financial burdens for public assistance recipients. As time goes on and interest on these loans accrue, the cost of recovery continues to grow.

We request that FEMA commit to cover the cost of qualifying interest for local governments and utility cooperatives in Louisiana affected by these processing delays. This will help alleviate the financial strain on these public assistance recipients, allowing them to continue providing essential services to their communities. We thank you for your attention to this matter and look forward to working with you to improve the disaster recovery process.

Respectfully,

Bill Cassidy, M.D. Bill Cassidy, M.D.

Senator

Eve Scalin Steve Scalise Member of Congress

John Kennedy

Senator

Clay Higgins Member of Congress Garret Graves

Garret Graves
Member of Congress

Julia Letlow, PhD Member of Congress MIKE Bern

Mike Johnson Member of Congress

Troy Carter Member of Congress