



|                        |          |
|------------------------|----------|
| Mayor Liese            |          |
| Councilmember Maher    | At-Large |
| Councilmember Finley   | Ward 1   |
| Councilmember Sheppard | Ward 2   |
| Councilmember Harwood  | Ward 3   |
| Councilmember Clark    | Ward 4   |

**AGENDA**  
**REGULAR MEETING OF THE CITY COUNCIL**  
**Tuesday, September 15, 2026**  
**6:00 PM CST**  
Council Chambers, City Hall  
and via teleconference, if necessary

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**Call to Order.**

Invocation - Councilmember Finley  
Pledge of Allegiance  
Roll Call  
Confirm or Adjust Agenda Order

**Presentation Agenda.**

- a. The next Regular Meeting of the City Council will be held Tuesday October 6, 2026 at 6:00 p.m. in the Council Chambers located at City Hall.

City Manager's Report.

Public Comments on Agenda Items.

Council Comments.

**Policy Agenda.**

**Minutes:**

1. Motion to approve September 1, 2026 Regular Meeting Minutes.

**Resolutions:**

2. **2026-190:** Motion to adopt Resolution 2026-028 thereby establishing salaries and rates effective October 5, 2026 for Fiscal Year 2027.
3. **2026-195:** Motion to adopt Resolution 2026-029 thereby adopting the FY2027 Budget as finally determined by the City Council.
4. **2026-197:** Motion to adopt Resolution 2026-030 to authorize grant application to Mississippi Outdoor Stewardship Trust Fund in the amount of \$500,000 for Diamondhead Ballfields Upgrades.

**Consent Agenda:**

5. **2026-188:** Motion to approve Work Order with Bottom 2 Top Construction, LLC in the amount not to exceed \$48,982.05 for Hilo Way and Ewa Street - 2025 Unit Price Contract.
6. **2026-189:** Motion to approve amendment #1 to the Memorandum of Understanding with the Mississippi Department of Marine Resources for FY23 GOMESA Funding Award.
7. **2026-191:** Motion to approve and amend Work Assignment under the Master Service Agreement with Covington Civil and Environmental, LLC in an amount not to exceed \$250,000.00 for the Bank Stabilization Project - Apelehama Tributary.

- 8.**     **2026-192:** Motion to approve amended application for the FY27 Tidelands Funds, Project #FY27-P510-10.
- 9.**     **2026-193:** Motion to approve purchase of a portion of land (10,372 square feet or 0.24 acres) from Michael Casano for the appraised value amount of \$7,200.00 for the completion of the Rotten Bayou Nature Trail. The Parcel Number is 132-0-09-001.002.
- 10.**    **2026-194:** Motion to declare surplus equipment and proceed with proper disposal.
- 11.**    **2026-196:** Motion to approve Budget Amendment 2026-006.

**Action Agenda.**

**Routine Agenda.**

**Claims Payable**

12.    Motion to approve Docket of Claims (DKT-DKT) in the amount of \$.

**Public Comments on Non-Agenda Items.**

**Council Closing Comments**

**Executive Session - If Necessary**

**Adjourn/Recess.**

*NOTE: THE CITY OF DIAMONDHEAD WILL FURNISH APPROPRIATE AUXILIARY AIDS AND SERVICES WHERE NECESSARY TO AFFORD INDIVIDUALS WITH DISABILITIES AN EQUAL OPPORTUNITY TO SERVICES AND ACTIVITIES OF THE CITY. A WRITTEN REQUEST BY OR ON BEHALF OF QUALIFYING INDIVIDUALS SHALL BE SUBMITTED IN A TIMELY MANNER TO THE CITY CLERK.*



**MINUTES**  
**REGULAR MEETING OF THE CITY COUNCIL**  
**Tuesday, September 01, 2026**  
**6:00 PM CST**  
Council Chambers, City Hall

**Call to Order.**

At 6:00 p.m. Mayor Liese called the meeting to order.

Invocation - Councilmember Maher

Pledge of Allegiance

Roll Call

**PRESENT**

Mayor Anna Liese

Councilmember-At-Large Gerard Maher

Ward 1 Shane Finley

Ward 3 Jessie Harwood

Ward 4 Austin Clark

**ABSENT**

Ward 2 Ricky Sheppard

Confirm or Adjust Agenda Order

Motion made by Mayor Liese, Seconded by Ward 3 Harwood to adjust the agenda adding:

19a. **2026-187**: Motion to approve the Software As A Service Agreement with Colossus Incorporated for the Online Report Management System for the Diamondhead Police Department.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

**Presentation Agenda.**

- a. The next Regular Meeting of the City Council will be held Tuesday September 15, 2026 at 6:00 p.m. in the Council Chambers located at City Hall.
- b. Proclamation - National Childhood Cancer Awareness Month
- c. Proclamation - Constitution Week
- d. Small Business Administration - Elizabeth Confil
- e. Diamondhead Police Department - Chief Chad Dorn

City Manager's Report.

# **CITY MANAGER REPORT**

September 01, 2026

1. MDOT Projects – The low mast lights on the South side of the interchange are currently not working. MDOT is working with both contractors to determine if the lights are a part of the roundabout project or the widening project. Also, some of the traffic headed East towards Gulfport is crossing over the lane divider, this is a concern that MDOT is working with their roundabout experts to determine what additional signage or traffic devices are needed.
2. East Rec Playground – The playground equipment at the East Rec facility was inspected by a playground company and recommendations were made to the city. Several pieces of the play structure were broken. After a month of research, the correct pieces were ordered and have been received by the city. The Public Works Department will be installing the play equipment in the next few weeks.
3. Gazebo – The town green gazebo repairs are progressing. Public Works had to remove all the flooring and are currently in the process of rebuilding it. The project is expected to be complete in about three weeks.
4. Bank Stabilization – The contractor has submitted all contracts and insurance for this project. A pre-construction meeting has been scheduled for the 9<sup>th</sup>. A notice to proceed date will be determined at this meeting and a tentative work schedule will be set.
5. Pelican Cove – Awarding of this project is on tonight's agenda. The city received six bids for this project and five of the bids received came in under the budgeted amount. This project will clean the detention pond to allow for more capacity and reconfigure the weir to allow better regulate the release of stormwater during a rain event.
6. Canal Dredging – The contract is for 240 days with the current end date of October 24<sup>th</sup>. The city has submitted a change order proposal to MDEQ for their review. This change order is due to the change in conditions at the entrance to the Wolf River. The request is for additional funds to complete the project as well as the additional time needed.
7. Jourdan River Boardwalk – The contract is for 180 days with the current end date of October 17<sup>th</sup>. The city has also submitted a change order proposal to MDEQ on this project. The change requested is to make all three observations decks two story and add an additional 20 days to the contract. The request will be sent to the MS Trustee Implementation Group on Wednesday for their approval. The contractor is working on the remaining section of the boardwalk while MDEQ reviews the request.
8. Montjoy Creek Nature Trail – The contract is 210 calendar days with a current end date of November 09<sup>th</sup>. As work continues, there has been an increase in residents on bikes, golf carts, and other motorized vehicles in this construction area. A no trespassing sign will be installed at the entrance to the trail. All residents need to remain off the trail while it is under construction.

**No additional updates on remaining projects.**

9. Fitness Park – The city received the exercise equipment. Public Works will start working on installing everything.
10. East Aloha Drive – The MDOT meeting scheduled for August 19<sup>th</sup> is usually the final step before bidding/construction can begin. The design is complete and ready to be submitted for advertisement.
11. West Aloha Drive – I am working with American Towers to finalize the egress into the driveway access to North Bay Auto and AutoZone.
12. Commercial District – The engineer is completing the final design. Additional sewer realignment is needed to finish the project.
13. Landscaping Project – Keep Diamondhead Beautiful and their landscape architect company are working on the project scope. The city has expressed that the landscaping cannot obstruct driver's view.
14. Unit Price Contracts
  - Crooked Stick – A design has been created. A work directive will be submitted.
  - Mauna Loa Drive – A design has been created. A work directive will be submitted.
  - Ewa St @ Hilo Way – A design has been created. A work directive will be submitted.
  - Koula Drive – A design has been created. An OPC has been issued for budget needs.
15. Hazard Mitigation Grant Program – The kickoff meeting with FEMA was held two weeks ago for the Outdoor Emergency Siren System. The project is waiting on a period of performance extension from FEMA. The bid advertisement and specifications will be on the agenda at the next council meeting for your review and approval.
16. Rotten Bayou Nature Trail – The engineer is working on final design and permitting. I have moved the expected advertisement for bids on this project to October. This agenda includes a request to extend the grant from MOSTF for six months due to the permitting process not being completed.

Public Comments on Agenda Items.

Bill Atkinson - Pond 6 Remediation Project, Zoning Ordinance Variance, Surveillance Cameras and Golf Cart Registration

Ernie Knobloch - Millage Rate, Police Department Creation; final milestone of Incorporation

Council Comments.

1. The proposed FY27 Budget adoption will be at the next Regular Meeting of the City Council to be held on September 15, 2026.

**Policy Agenda.**

**2. PUBLIC HEARING FY27 BUDGET 6:30 P.M**

Mayor Liese opened the FY27 Budget Public Hearing

City Manager Jon McCraw presented the proposed FY27 Budget. At the conclusion of the FY27 Budget presentation, Mayor Liese called for anyone with comments or questions regarding the proposed FY27 Budget; no comments or questions were presented and the FY27 Budget Public Hearing was closed.

**Minutes:**

3. Motion to approve August 18, 2026 Regular Meeting Minutes.

Motion made by Ward 3 Harwood, Seconded by Ward 1 Finley to approve August 18, 2026 Regular Meeting Minutes.

Voting Yea: Mayor Liese, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

Abstain: Councilmember-At-Large Maher

**MOTION CARRIED UNANIMOUSLY**

**Resolutions:**

4. **2026-170:** Motion to adopt Resolution 2026-025 thereby setting the tax levy for Fiscal Year ending September 30, 2027 at a rate of 29.5 mills and for other related purposes.

Motion made by Councilmember-At-Large Maher, Seconded by Mayor Liese to adopt Resolution 2026-025 thereby setting the tax levy for Fiscal Year ending September 30, 2027 at a rate of 29.5 mills and for other related purposes.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

5. **2026-177:** Motion to adopt Resolution 2026-026 to accept by donation an easement which is part of Lot 81, Glen Eagle at Diamondhead Phase 1 for drainage and utility purposes from Kim S. Zimmerman.

Motion made by Ward 4 Clark, Seconded by Ward 3 Harwood to adopt Resolution 2026-026 to accept by donation an easement which is part of Lot 81, Glen Eagle at Diamondhead Phase 1 for drainage and utility purposes from Kim S. Zimmerman.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

6. **2026-183:** Motion to adopt resolution 2026-027 appointing Trey McKnight to fill the vacant position of Planning and Zoning Commissioner representing Ward 4 effective immediately. (Clark)

Motion made by Ward 4 Clark, Seconded by Mayor Liese to adopt resolution 2026-027 appointing Trey McKnight to fill the vacant position of Planning and Zoning Commissioner representing Ward 4 effective immediately.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

**Consent Agenda:**

Motion made by Ward 1 Finley, Seconded by Ward 3 Harwood to approve the following consent items:

7. **2026-169:** Motion to approve the Grant Agreement with Department of Marine Resources for the Rotten Bayou Nature Trail Project FY27-P510-10 with funding in the amount of \$500,000.
8. **2026-171:** Motion to authorize the release of annual fire rebate funds in the amount of \$67,957.91 to Hancock County Board of Supervisors for expenses relating to support, operation, maintenance and equipment for the Diamondhead Fire Department for fire protection services pursuant to the agreement entered into on May 5, 2026.
9. **2026-172:** Motion to approve Pay Application 4 in the amount of \$245,622.50 to Gill's Crane & Dozer Services, for the Jourdan River Boardwalk Project.
10. **2026-173:** Motion to approve Pay Application 3 in the amount of \$136,677.30 to Holliday Construction, for the Montjoy Creek Nature Trail.
11. **2026-174:** Motion to approve amendment to Work Assignment with Covington Civil and Environmental, LLC adding Bidding in the amount of \$9,750.00, Construction Inspection and Oversight Services in the amount of \$92,000.00 and in the amount of (\$101,750.00) for a reduction of the cost for the Engineering and Design and Permitting Tasks for the Bank Stabilization Project. The Work Assignment remains at the amount not to exceed \$430,000.00
12. **2026-175:** Motion to approve payments to Covington Civil & Environmental, LLC in the amount of \$1,315.00 for On-Call Survey Services, in the amount of \$350.00 for Annual Unit Price Contract, in the amount of \$5,850.00 for Site Development Plan Review FY26, and in the amount of \$16,800.00 for West Aloha Roadway Improvements Project.
13. **2026-176:** Motion to approve payment to Chiniche Engineering & Surveying in the amount of \$12,570.50 for Rotten Bayou Nature Trail, in the amount of \$7,891.50 for Montjoy Creek Nature Trail, in the amount of \$7,353.50 for Montjoy Creek Trailhead Project, in the amount of \$25,258.00 for Jourdan River Boardwalk, in the amount of \$10,195.75 for Pond 6 Remediation and in the amount of \$5,420.25 for Canal Dredging.
14. **2026-180:** Motion of approval of support letter for the Hancock Resource Center application to the Emergency Solutions Grant (ESG) Program.
15. **2026-181:** Motion to accept and award low bid received from LJ Construction Inc. in the amount of \$311,059.69 for the Pond 6 Remediation at Pine Golf Course and authorize the City Manager to execute the contract for same and to **issue** the notice to proceed as appropriate.
16. **2026-182:** Motion to accept and approve the resignation of Michael (Gene) Peters as Planning and Zoning Commissioner Ward 4 effective immediately.
17. **2026-184:** Motion to approve amendment to Work Assignment with Chiniche Engineering & Surveying in the amount of -\$5,628.82 for a total amount not to exceed \$75,000.00 for the Montjoy Creek Trailhead Improvements Project.
18. **2026-185:** Motion to approve and amend Work Assignment under the Master Service Agreement with Covington Civil and Environmental, LLC from \$30,000.00 to \$0.00 for Traffic Engineer Services for FY26.

- 19. 2026-186:** Motion to approve amendment #1 to the Work Assignment under the Master Service Agreement with Covington Civil and Environmental, LLC in the amount of \$30,000.00 for a total contract amount not to exceed \$60,000.00 for the Support for 2025 Annual Unit Price Contract.
- 19a. 2026-187:** Motion to approve the Software As A Service Agreement with Colossus Incorporated for the Online Report Management System for the Diamondhead Police Department.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

**Action Agenda.**

- 20. 2026-178:** Motion to approve the application from Kirk and Darla Hartsell thereby granting a variance from the Zoning Ordinance Article 3.4.8 to allow a covered patio within 18' of a rear property line. The property address is 756 Cherryhill Drive. The tax parcel number is 067P-0-35-055.000. The property is in a R-10 zoning district. The setback for a residence from the rear property line is 20'. The variance requested is 2'. The Case File Number is 202600579.

Motion made by Ward 1 Finley, Seconded by Ward 3 Harwood to approve the application from Kirk and Darla Hartsell thereby granting a variance from the Zoning Ordinance Article 3.4.8 to allow a covered patio within 18' of a rear property line. The property address is 756 Cherryhill Drive. The tax parcel number is 067P-0-35-055.000. The property is in a R-10 zoning district. The setback for a residence from the rear property line is 20'. The variance requested is 2'. The Case File Number is 202600579.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

- 21. 2026-179:** Motion to approve the application from Greenscape Brothers Inc., represented by Kirk Edrington, on behalf of Nathan Hopper, thereby granting a variance from the Zoning Ordinance Article 3.4.8 to allow a covered patio within 15' of a rear property line. The property address is 646 Apelehama Court. The tax parcel number is 132A-1-03-010.000. The property is in a R-6 zoning district. The setback for a residence from the rear property line is 20'. The variance requested is 5'. The Case File Number is 202600586.

Motion made by Ward 3 Harwood, Seconded by Ward 1 Finley to approve the application from Greenscape Brothers Inc., represented by Kirk Edrington, on behalf of Nathan Hopper, thereby granting a variance from the Zoning Ordinance Article 3.4.8 to allow a covered patio within 15' of a rear property line. The property address is 646 Apelehama Court. The tax parcel number is 132A-1-03-010.000. The property is in a R-6 zoning district. The setback for a residence from the rear property line is 20'. The variance requested is 5'. The Case File Number is 202600586.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

**Routine Agenda.**



**Claims Payable**

22. Motion to approve Docket of Claims (DKT234036-DKT234068) in the amount of \$673,778.16.

Motion made by Ward 1 Finley, Seconded by Councilmember-At-Large Maher to approve Docket of Claims (DKT234036-DKT234068) in the amount of \$673,778.16.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

**Department Reports**

Motion made by Ward 4 Clark, Seconded by Mayor Liese to approve the following department reports.

- a. Court

Police

Code Enforcement

Building

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

**Public Comments on Non-Agenda Items - None**

**Council Closing Comments**

**Adjourn/Recess.**

At 7:23 p.m. with no further business to come before the council, motion made by Ward 4 Clark, Seconded by Ward 3 Harwood to adjourn.

Voting Yea: Mayor Liese, Councilmember-At-Large Maher, Ward 1 Finley, Ward 3 Harwood, Ward 4 Clark

**MOTION CARRIED UNANIMOUSLY**

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Anna Liese  
Mayor

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Jeannie Klein  
City Clerk

**RESOLUTION OF THE DIAMONDHEAD CITY COUNCIL ESTABLISHING FISCAL YEAR  
 2027 COMPENSATION EFFECTIVE OCTOBER 5, 2026 FOR ALL EMPLOYEES OF THE  
 CITY OF DIAMONDHEAD, MISSISSIPPI**

**WHEREAS**, the City Council is entrusted with the authority to budget annually for the salaries and hourly rates of City employees where in its official record of action shall such salaries be recorded; and

**WHEREAS**, the City Council salaries and hourly rates of compensation for employees of the City of Diamondhead; and

**WHEREAS**, does hereby establish and resolve to incorporate into its official record of action FY27 salaries and hourly rates for specified positions and those employees of the City as follows:

| Primary Position               | FY27 Salary |
|--------------------------------|-------------|
| Court Clerk                    | 58,117.35   |
| Judge                          | 23,759.22   |
| Receptionist                   | 20,262.66   |
| Purchasing Clerk               | 42,320.88   |
| Executive Assistant            | 56,276.31   |
| City Clerk                     | 74,277.46   |
| Cty Mgr                        | 106,347.69  |
| Building Clerk                 | 34,320.00   |
| Building Inspector             | 50,344.11   |
| Building Inspector             | 45,025.60   |
| Building Official              | 73,159.20   |
| Code Enforcement Off           | 40,822.37   |
| Part Time Code Enforcement Off | 3,119.33    |
| Public Works                   | 41,188.71   |
| Public Works                   | 30,368.52   |
| Public Works                   | 30,368.52   |
| Public Works                   | 30,368.52   |
| Public Works                   | 28,922.40   |
| Public Works                   | 30,818.42   |
| Public Works                   | 22,276.80   |
| Public Works                   | 28,080.00   |
| Public Works                   | 37,128.00   |
| Public Works                   | 29,484.00   |
| Public Works                   | 29,484.00   |
| Public Works                   | 29,484.00   |
| Public Works                   | 29,484.00   |
| Public Works                   | 28,080.00   |
| Public Works                   | 28,080.00   |
| Public Works                   | 28,080.00   |
| Public Works                   | 28,080.00   |
| Foreman                        | 133.44      |

|                          |           |
|--------------------------|-----------|
| Receptionist             | 20,262.66 |
| Public Works Dir         | 69,254.42 |
| Police Chief             | 76,960.00 |
| Police Clerk             | 37,440.00 |
| Investigator/Asst. Chief | 62,400.00 |
| Investigator             | 58,240.00 |
| Investigator             | 58,240.00 |
| Part Time Patrol         | 26,000.00 |
| Part Time Patrol         | 26,000.00 |
| Part Time Patrol         | 26,000.00 |
| Part Time Patrol         | 26,000.00 |
| Patrol                   | 54,600.00 |
| Patrol                   | 54,600.00 |
| Patrol                   | 54,600.00 |
| Patrol                   | 54,600.00 |
| Sergeant                 | 58,968.00 |
| Sergeant                 | 58,968.00 |
| Sergeant                 | 58,968.00 |
| Sergeant                 | 58,968.00 |

WHEREAS THE GOVERNING BODY OF THE CITY, does hereby establish and resolve to incorporate into its official record of action FY27 salaries and hourly rates for employees of the City of Diamondhead effective October 5, 2026.

I hereby certify that the above and forgoing Resolution was adopted in the affirmative by the following vote of the Council of the City of Diamondhead on the \_\_\_\_\_ day of \_\_\_\_\_, 2026.

|                        | Aye   | Nay   | Absent |
|------------------------|-------|-------|--------|
| Mayor Liese            | _____ | _____ | _____  |
| Councilmember Maher    | _____ | _____ | _____  |
| Councilmember Finley   | _____ | _____ | _____  |
| Councilmember Sheppard | _____ | _____ | _____  |
| Councilmember Harwood  | _____ | _____ | _____  |
| Councilmember Clark    | _____ | _____ | _____  |

ATTEST: \_\_\_\_\_  
 JEANNIE KLEIN, CITY CLERK

APPROVED: \_\_\_\_\_  
 ANNA LIESE, MAYOR

**CITY OF DIAMONDHEAD, MISSISSIPPI****BUDGET OF ESTIMATED REVENUES AND EXPENDITURES****For the Fiscal Years Ending September 30, 2026 and 2027**

|                                                            | <b>Current<br/>FY26<br/>Budget</b> | <b>Adopted<br/>FY27<br/>Budget</b> |
|------------------------------------------------------------|------------------------------------|------------------------------------|
| <b><u>General Fund</u></b>                                 |                                    |                                    |
| <b>REVENUES</b>                                            |                                    |                                    |
| General Property Tax                                       | 3,441,000                          | 3,633,750                          |
| Licenses & Permits                                         | 450,000                            | 469,000                            |
| Intergovernmental Revenue                                  | 1,695,306                          | 1,560,000                          |
| Charges for Governmental Services                          | 3,700                              | 18,150                             |
| Fines & Forfeitures                                        | 20,000                             | 40,000                             |
| Miscellaneous                                              | 132,272                            | 168,250                            |
| Interfund Transfers IN                                     | 84,000                             | 90,000                             |
| Non-Revenue Receipts                                       | 0                                  | 0                                  |
| <b>TOTAL REVENUES</b>                                      | <b>5,826,278</b>                   | <b>5,979,150</b>                   |
| <b>EXPENDITURES</b>                                        |                                    |                                    |
| Legislative - Council                                      | 59,960                             | 56,829                             |
| Judicial - Municipal Court                                 | 177,145                            | 155,464                            |
| Administration                                             | 1,093,068                          | 1,092,906                          |
| Police                                                     | 1,250,606                          | 1,475,906                          |
| Building Planning & Zoning                                 | 523,677                            | 458,701                            |
| Public Works                                               | 2,848,423                          | 2,336,026                          |
| Economic Development                                       | 120,000                            | 98,300                             |
| Debt Services                                              | 189,766                            | 185,010                            |
| City Grant Matching Funds                                  | 710,000                            | 120,000                            |
| <b>TOTAL EXPENDITURES</b>                                  | <b>6,972,644</b>                   | <b>5,979,141</b>                   |
| <b>Excess(Deficiency) of Revenue over<br/>Expenditures</b> | <b>-1,146,366</b>                  | <b>9</b>                           |
| <b>Other Fund Sources (Uses)</b>                           |                                    |                                    |
| Cash - Beginning Fund Balance                              | 3,464,799                          | <b>2,318,433</b>                   |
| Transfer Out to Other Funds                                | 0                                  | 0                                  |
| Transfer In from Other Funds                               | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over<br>Expenditures         | -1,146,366                         | 9                                  |
| Cash - Ending Fund Balance                                 | <b>2,318,433</b>                   | <b>2,318,442</b>                   |
| <b><u>Contingency Operating</u></b>                        |                                    |                                    |
| <b>REVENUES</b>                                            | 84,000                             | 80,000                             |
| <b>EXPENDITURES</b>                                        | 84,000                             | 85,000                             |
| <b>Excess(Deficiency) of Revenue over<br/>Expenditures</b> | <b>0</b>                           | <b>-5,000</b>                      |
| <b>Other Fund Sources (Uses)</b>                           |                                    |                                    |
| Cash - Beginning Fund Balance                              | <b>2,087,803</b>                   | <b>2,087,803</b>                   |
| Transfer In from General Fund                              | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over<br>Expenditures         | 0                                  | -5,000                             |
| Cash - Ending Fund Balance                                 | <b>2,087,803</b>                   | <b>2,082,803</b>                   |

|                                                        | <b>Current<br/>FY26<br/>Budget</b> | <b>Adopted<br/>FY27<br/>Budget</b> |
|--------------------------------------------------------|------------------------------------|------------------------------------|
| <b><u>Grant Funds</u></b>                              |                                    |                                    |
| <b>REVENUES</b>                                        | 15,853,264                         | 12,257,670                         |
| <b>EXPENDITURES</b>                                    | 14,189,962                         | 7,966,869                          |
| <b>Excess(Deficiency) of Revenue over Expenditures</b> | <b>1,663,302</b>                   | <b>4,290,801</b>                   |
| <b>Other Fund Sources (Uses)</b>                       |                                    |                                    |
| Cash - Beginning Fund Balance                          | 444,375                            | 2,107,677                          |
| Transfer Out to General Fund                           | 0                                  | 0                                  |
| Transfer In from General Fund                          | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over Expenditures        | 1,663,302                          | 4,290,801                          |
| Cash - Ending Fund Balance                             | <b>2,107,677</b>                   | <b>6,398,478</b>                   |
| <b><u>American Rescue &amp; Recovery Fund</u></b>      |                                    |                                    |
| <b>REVENUES</b>                                        | 9,846                              | 3,000                              |
| <b>EXPENDITURES</b>                                    | 0                                  | 245,391                            |
| <b>Excess(Deficiency) of Revenue over Expenditures</b> | <b>9,846</b>                       | <b>-242,391</b>                    |
| <b>Other Fund Sources (Uses)</b>                       |                                    |                                    |
| Cash - Beginning Fund Balance                          | 232,545                            | 242,391                            |
| Transfer In from General Fund                          | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over Expenditures        | 9,846                              | -242,391                           |
| Cash - Ending Fund Balance                             | <b>242,391</b>                     | <b>0</b>                           |
| <b><u>FY22 Bond Issue</u></b>                          |                                    |                                    |
| <b>REVENUES</b>                                        | 1,590                              | 0                                  |
| <b>EXPENDITURES</b>                                    | 136,953                            | 0                                  |
| <b>Excess(Deficiency) of Revenue over Expenditures</b> | <b>-135,363</b>                    | <b>0</b>                           |
| <b>Other Fund Sources (Uses)</b>                       |                                    |                                    |
| Cash - Beginning Fund Balance                          | 135,363                            | 0                                  |
| Transfer In from General Fund                          | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over Expenditures        | -135,363                           | 0                                  |
| Cash - Ending Fund Balance                             | <b>0</b>                           | <b>0</b>                           |
| <b><u>Solid Waste Fund</u></b>                         |                                    |                                    |
| <b>REVENUES</b>                                        | 913,000                            | 922,000                            |
| <b>EXPENDITURES</b>                                    | 893,663                            | 947,625                            |
| <b>Excess(Deficiency) of Revenue over Expenditures</b> | <b>19,337</b>                      | <b>-25,625</b>                     |
| <b>Other Fund Sources (Uses)</b>                       |                                    |                                    |
| Cash - Beginning Fund Balance                          | 155,296                            | 174,633                            |
| Transfer In from General Fund                          | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over Expenditures        | 19,337                             | -25,625                            |
| Cash - Ending Fund Balance                             | <b>174,633</b>                     | <b>149,008</b>                     |

|                                                            | <b>Current<br/>FY26<br/>Budget</b> | <b>Adopted<br/>FY27<br/>Budget</b> |
|------------------------------------------------------------|------------------------------------|------------------------------------|
| <b>Summary of All Funds</b>                                |                                    |                                    |
| <b>REVENUES</b>                                            |                                    |                                    |
| General Fund                                               | 5,826,278                          | 5,979,150                          |
| Grants                                                     | 15,853,264                         | 12,257,670                         |
| Contingency Fund                                           | 84,000                             | 80,000                             |
| Solid Waste                                                | 913,000                            | 922,000                            |
| American Rescue & Recovery Fund                            | 9,846                              | 3,000                              |
| General Obligation Bond 2022                               | 1,590                              | 0                                  |
| <b>TOTAL REVENUES</b>                                      | <b>22,687,978</b>                  | <b>19,241,820</b>                  |
| <b>EXPENDITURES</b>                                        |                                    |                                    |
| General Fund                                               | 6,972,644                          | 5,979,141                          |
| Grants                                                     | 14,189,962                         | 7,966,869                          |
| Contingency Fund                                           | 84,000                             | 0                                  |
| Solid Waste                                                | 893,663                            | 947,625                            |
| American Rescue & Recovery Fund                            | 0                                  | 245,391                            |
| General Obligation Bond 2022                               | 136,953                            | 0                                  |
| <b>TOTAL EXPENDITURES</b>                                  | <b>22,277,223</b>                  | <b>15,139,027</b>                  |
| <b>Excess(Deficiency) of Revenue over<br/>Expenditures</b> | <b>410,755</b>                     | <b>4,102,794</b>                   |
| <b>Other Fund Sources (Uses)</b>                           |                                    |                                    |
| Cash - Beginning Balance                                   | <b>6,520,181</b>                   | <b>6,930,936</b>                   |
| Transfers In from General Fund                             | 0                                  | 0                                  |
| Transfers Out to Other Funds                               | 0                                  | 0                                  |
| Excess(Deficiency) of Revenue over<br>Expenditures         | 410,755                            | 4,102,794                          |
| Cash - Ending Balance                                      | <b>6,930,936</b>                   | <b>11,033,730</b>                  |
| Less 3 Months Operation Expenses                           | 1,743,161                          | 1,494,785                          |
| Less Disaster Contingency                                  | 2,087,803                          | 2,082,803                          |
| Less Restricted Funds - Grants Funds                       | 2,107,677                          | 6,398,478                          |
| Less Restricted Funds - Amer Rescue & Recovery             | 242,391                            | 0                                  |
| Less Restricted Funds - Solid Waste                        | 174,633                            | 149,008                            |
| <b>Unrestricted Ending Cash Balance</b>                    | <b>575,272</b>                     | <b>908,656</b>                     |

**A RESOLUTION BY THE MAYOR AND CITY COUNCIL OF DIAMONDHEAD,  
MISSISSIPPI, APPROVING AND ADOPTING THE FY2027 BUDGET AS  
FINALLY DETERMINED BY  
THE CITY GOVERNING AUTHORITY**

**WHEREAS**, the City of Diamondhead, as a municipal corporation in the State of Mississippi, is required to operate on a fiscal year basis beginning October first and ending September thirtieth each year; and

**WHEREAS**, the Governing Authority of the City is also required by no later than September 15 of each year to prepare a complete budget of the municipal revenues, expenses, and working cash balances estimated for the next fiscal year for municipal purposes; and

**WHEREAS**, the Governing Authority, having first held at least one public hearing to provide the general public with an opportunity to comment on the taxing and spending plan incorporated in the proposed budget at least one (1) week prior hereto, does hereby find that the proposed budget as attached hereto should be adopted, as finally determined hereby, as the budget for the City of Diamondhead for the fiscal year of October 1, 2026 to September 30, 2027, and entered at length and in detail in the official minutes.

**NOW THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY  
COUNCIL OF THE CITY OF DIAMONDHEAD, MISSISSIPPI, AS FOLLOWS, TO  
WIT:**

**Section 1.** That the matters, facts and things recited in the Preamble hereto are hereby adopted as the official findings of the Governing Authority.

**Section 2.** That the proposed budget as prepared and attached hereto should be, and hereby is, adopted as the budget for the City of Diamondhead, as finally determined hereby, for the fiscal year of October 1, 2026 to September 30, 2027 and should further be entered at length and in detail in the official minutes.

**Section 3.** That this Resolution be, and it is hereby ordered to be spread on the minutes of the Governing Authority, and to be in full force and effect as provided by law.

The above and foregoing Resolution, after having been first reduced to writing, was introduced by Councilmember \_\_\_\_\_, seconded by Councilmember \_\_\_\_\_, and was adopted the 15th day of September 2026 by the following roll call vote:

|                        | Aye   | Nay   | Absent |
|------------------------|-------|-------|--------|
| Mayor Liese            | _____ | _____ | _____  |
| Councilmember Finley   | _____ | _____ | _____  |
| Councilmember Sheppard | _____ | _____ | _____  |
| Councilmember Harwood  | _____ | _____ | _____  |
| Councilmember Clark    | _____ | _____ | _____  |
| Councilmember Maher    | _____ | _____ | _____  |

APPROVED: \_\_\_\_\_  
Mayor Anna Liese

ATTEST: \_\_\_\_\_  
Jeannie Klein, City Clerk

SEAL



**RESOLUTION AUTHORIZING SUBMITTAL OF GRANT APPLICATION TO THE  
MISSISSIPPI OUTDOOR STEWARDSHIP TRUST FUND FOR DIAMONDHEAD  
BALLFIELDS UPGRADES**

**WHEREAS,** the Mississippi Department of Finance and Administration is accepting grant applications for funds available through the Mississippi Outdoor Stewardship Trust Funds Program for; and

**WHEREAS,** the City of Diamondhead desires to request Mississippi Outdoor Stewardship Trust Funds from the Mississippi Department of Finance and Administration in the amount of \$500,000 for upgrades at the Diamondhead Ballfields; and

**WHEREAS,** the City of Diamondhead deems it to be in the best interests of the citizens of the City to seek funds necessary through Mississippi Outdoor Stewardship Trust Fund Program to serve its citizenry with recreational amenities and ancillaries at the Diamondhead Ballfields.

**NOW, THEREFORE, IT IS HEREBY ORDERED BY THE MAYOR AND CITY  
COUNCIL OF THE CITY OF DIAMONDHEAD, MISSISSIPPI, that:**

**SECTION ONE:** Jon McCraw, City Manager of the City of Diamondhead, is hereby authorized and directed to submit an application to the Mississippi Department of Finance and Administration for Mississippi Outdoor Stewardship Trust Fund Program funds, and along with said application, all understandings and assurances contained therein and to provide such additional information as may be required; and

**SECTION TWO:** Jon McCraw, City Manager of the City of Diamondhead, is hereby authorized to publish any and all necessary notices as applicable in accordance with the guidelines governing the Mississippi Outdoor Stewardship Trust Fund Program; and

**SECTION THREE:** Jon McCraw, City Manager of the City of Diamondhead, is hereby authorized to execute any and all documents necessary and pertinent to the application; and

**SECTION FOUR:** Jon McCraw, City Manager of the City of Diamondhead, is hereby authorized to execute a grant offer and any other documents necessary to the acceptance and implementation of the program should the project be approved.

**RESOLVED**, this the \_\_\_\_ day of September, 2026.

The above and foregoing resolution, after having been first reduced to writing, was introduced by Councilmember \_\_\_\_\_, seconded by Councilmember \_\_\_\_\_ and the question being put to a roll call vote, the result was as follows:

|                        | Aye | Nay | Absent |
|------------------------|-----|-----|--------|
| Councilmember Finley   | ___ | ___ | ___    |
| Councilmember Sheppard | ___ | ___ | ___    |
| Councilmember Harwood  | ___ | ___ | ___    |
| Councilmember Clark    | ___ | ___ | ___    |
| Councilmember Maher    | ___ | ___ | ___    |
| Mayor Liese            | ___ | ___ | ___    |

The motion having received the affirmative vote of a majority of all of the members of the Governing Body, the Mayor declared the motion carried and the resolution adopted, this the \_\_\_\_ day of September, 2026.

ATTEST:

\_\_\_\_\_  
JEANNIE KLEIN, CITY CLERK

\_\_\_\_\_  
ANNA LIESE, MAYOR

(SEAL)



September 8, 2026

Mr. Jon McCraw  
City Manager  
City of Diamondhead  
5000 Diamondhead Circle  
Diamondhead, MS 39525

**Re: Work Order #3  
2025 Unit Price Contract – Hilo Way and Ewa Street  
Bottom 2 Top Construction, LLC**

Dear Mr. McCraw:

For consideration by the Council, I have enclosed Work Order #3. This Work Order includes labor and equipment to install a 24" RCP and concrete headwalls across Ewa Street, regrading of ditches to ensure positive drainage, installation of a landscape culvert at Hilo Way to address erosion, and the removal and restoration of required asphalt paving and sodding. These quantities are shown on the enclosed Attachment to Work Order No. 3.

The Value of the Work Order will be \$48,982.05. Additionally, this Work Order includes 30 calendar days.

Therefore, I recommend that the Council approve this Work Order #3. Should you have any questions, please do not hesitate to contact me at 228-396-0486 or [sarah@ccellc.us](mailto:sarah@ccellc.us).

Sincerely,

**COVINGTON CIVIL & ENVIRONMENTAL, LLC**

A handwritten signature in dark ink, appearing to read "Sarah McLellan", is written over a faint, circular official stamp or seal.

Sarah McLellan, PE  
Project Engineer

Enclosures: Work Order #3, Signed; Plans for Work Order #3

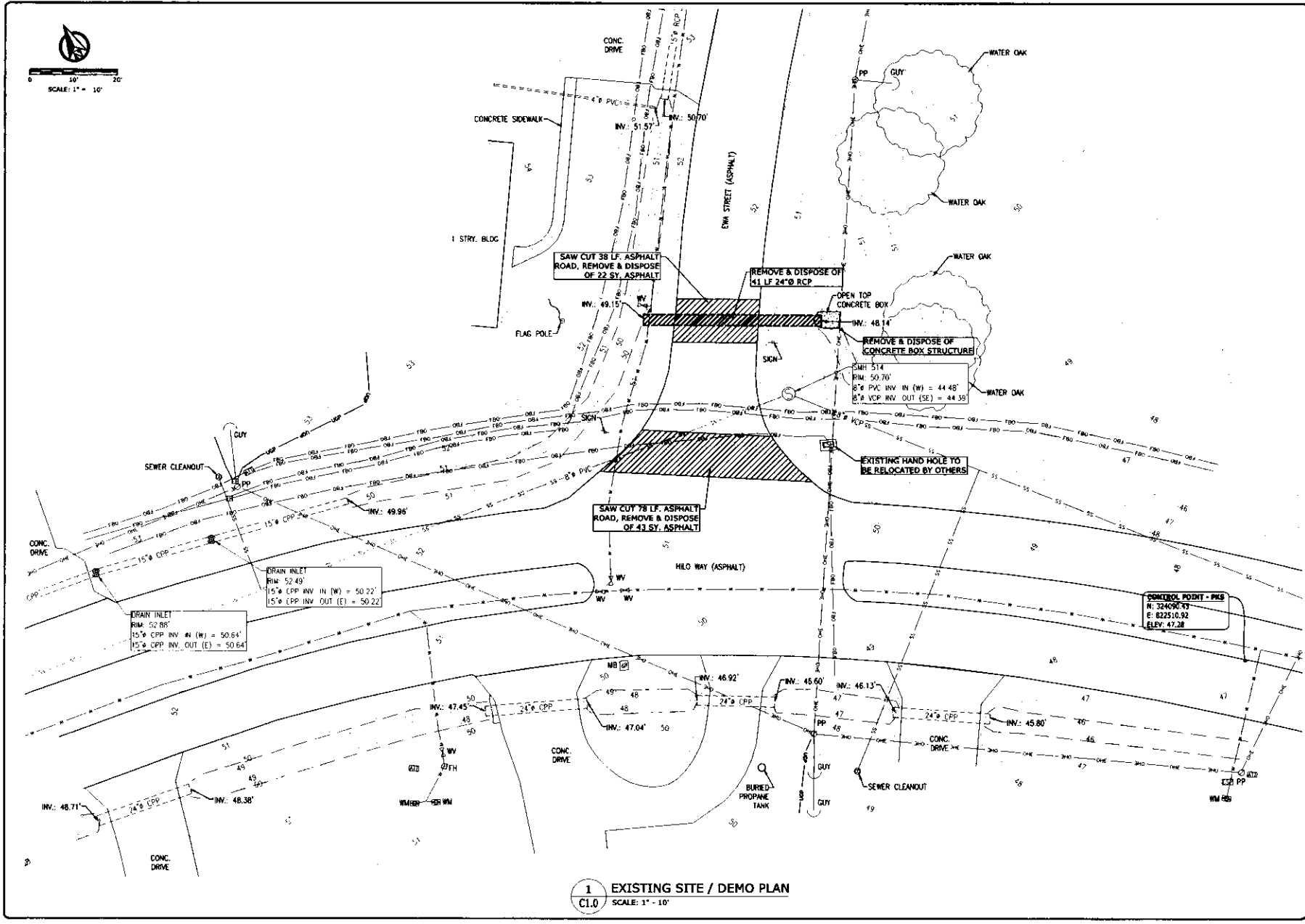


| NO. | DATE | REVISION/ISSUE |
|-----|------|----------------|
|     |      |                |
|     |      |                |
|     |      |                |
|     |      |                |

CITY OF DIAMONDHEAD  
HILO WAY DRAINAGE  
EXISTING SITE / DEMO PLAN

|             |                |
|-------------|----------------|
| DESIGNED BY | AS NOTED       |
| CHECKED BY  | T. PARKER      |
| DATE        | 01/15/08 WA 34 |

C1.0



1 EXISTING SITE / DEMO PLAN  
C1.0 SCALE: 1" = 10'

**COVINGTON**  
 238 2ND CADD. HAWAII CELL 05  
 23001 HAWAII  
 Copyright Covington 1990

REVISION/ISSUE

DATE

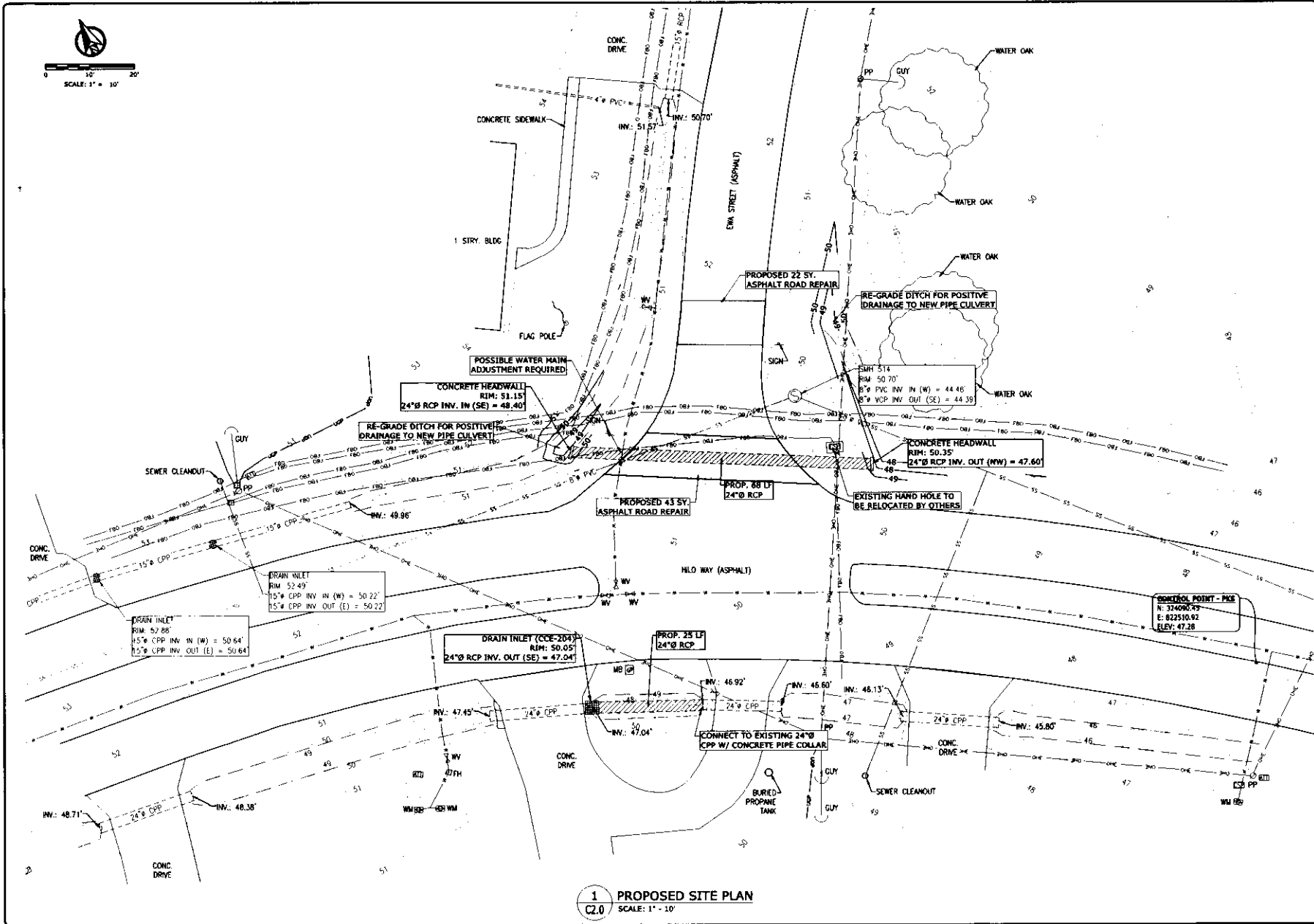
NO.

CITY OF DIAMONDHEAD  
 HILO WAY DRAINAGE

PROPOSED SITE PLAN

AS NOTED  
 T. PARKER  
 8175.08 WA 30

C2.0





**2025 ANNUAL UNIT PRICE REPAIR PROJECT  
CITY OF DIAMONDHEAD  
ATTACHMENT TO WORK ORDER NO. 3  
HILO WAY AND EWA STREET**

| PAY ITEM NO. | DESCRIPTION OF UNIT PRICE ITEMS                                 | UNIT   | QTY | UNIT PRICE  | EXT. TOTAL  |
|--------------|-----------------------------------------------------------------|--------|-----|-------------|-------------|
| 1505-B       | Mobilization (Work Order \$10,000 - \$50,000)                   | Each   | 1   | \$ 5,175.00 | \$ 5,175.00 |
| 2050-A       | Removal of Pavement (All Types and Thickness)                   | SY     | 65  | \$ 10.35    | \$ 672.75   |
| 2050-B       | Saw Cut (All Types and Thicknesses)                             | LF     | 116 | \$ 10.35    | \$ 1,200.60 |
| 2050-K       | Removal of RCP 24"-36"                                          | LF     | 41  | \$ 12.42    | \$ 509.22   |
| 2050-Q       | Remove and Reinstall Signs (All Types)                          | EA     | 2   | \$ 207.00   | \$ 414.00   |
| 2111-D       | Channel Excavation - Clean Roadside Drainage Ditch (AH)         | LF     | 150 | \$ 15.53    | \$ 2,329.50 |
| 2221-A       | Select Bedding Material (PM)                                    | CY     | 10  | \$ 17.78    | \$ 177.80   |
| 2226-A       | Borrow Material, Type A (FM)                                    | CY     | 65  | \$ 17.78    | \$ 1,155.70 |
| 2226-E       | Excess Excavation (LVM)                                         | CY     | 25  | \$ 14.22    | \$ 355.50   |
| 2234-A       | 6" Crushed Limestone Sub-base for Cuts in the Street R-O-W (FM) | SY     | 65  | \$ 33.31    | \$ 2,165.15 |
| 2295-A       | Silt Fence                                                      | LF     | 50  | \$ 3.94     | \$ 197.00   |
| 2295-B       | Straw Wattles (12-inch dia.)                                    | LF     | 50  | \$ 10.39    | \$ 519.50   |
| 2512-A       | Hot Bituminous Pavement (MDOT ST, 9.5 mm mix)(1.5" Thick)       | SY     | 65  | \$ 29.63    | \$ 1,925.95 |
| 2512-B       | Hot Bituminous Pavement (MDOT ST, 12.5 mm mix)(1.5" Thick)      | SY     | 65  | \$ 29.63    | \$ 1,925.95 |
| 2721-C       | Area Inlet (Type SS-3)                                          | CY     | 1.5 | \$ 1,199.31 | \$ 1,798.97 |
| 2721-D       | Structural Concrete for Poured-In-Place Structures              | CY     | 5   | \$ 1,481.34 | \$ 7,406.70 |
| 2721-E       | Structural Concrete for Precast Structures                      | CY     | 0.5 | \$ 1,199.31 | \$ 599.66   |
| 2721-F       | Castings and Grates                                             | LB     | 250 | \$ 3.85     | \$ 962.50   |
| 2721-G       | Reinforcing Steel                                               | LB     | 120 | \$ 4.60     | \$ 552.00   |
| 2722-A1      | 24" RCP (Class III) (0'-6')                                     | LF     | 100 | \$ 85.17    | \$ 8,517.00 |
| 2931-B       | Plant Establishment (Hydroseeding)                              | AC     | 0.1 | \$ 4,147.76 | \$ 414.78   |
| 2931-C       | Solid Sod (Centipede)                                           | SY     | 200 | \$ 9.18     | \$ 1,836.00 |
| 2935-C       | Traffic Control Signs                                           | Ea/Day | 30  | \$ 12.42    | \$ 372.60   |
| 15020-A3     | 8" Water Main, C900, DR18 PVC                                   | LF     | 20  | \$ 52.11    | \$ 1,042.20 |
| WD1          | 8" PVC 45 Elbow                                                 | EA     | 4   | \$ 360.10   | \$ 1,440.40 |
| WD2          | 8" C153 DI LP Sleeve                                            | EA     | 1   | \$ 261.23   | \$ 261.23   |
| WD3          | 8" Megalug PVC Restraint                                        | EA     | 10  | \$ 91.74    | \$ 917.40   |
| WD4          | 8" SBR MJ Gasket                                                | EA     | 10  | \$ 15.34    | \$ 153.40   |
| WD5          | 3/4 X 4 SS T-Head Nut & Bolt                                    | EA     | 60  | \$ 33.06    | \$ 1,983.60 |
| WD6          | Water Adjustment Testing                                        | LS     | 1   | \$ 2,000.00 | \$ 2,000.00 |

**TOTAL AMOUNT \$ 48,982.05**



## STATE OF MISSISSIPPI

Tate Reeves  
Governor

## MISSISSIPPI DEPARTMENT OF MARINE RESOURCES

Joe Spraggins, Executive Director

### **MEMORANDUM OF UNDERSTANDING BETWEEN THE MISSISSIPPI DEPARTMENT OF MARINE RESOURCES AND CITY OF DIAMONDHEAD**

This Memorandum of Understanding (the "MOU") is entered into between the Mississippi Department of Marine Resources (hereinafter "MDMR") and City of Diamondhead (hereinafter "CODH") for the purpose of establishing the agreed upon conditions under which MDMR may allocate funds to CODH for Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project Phase II ("the Project") pursuant to the Gulf of Mexico Energy Security Act of 2006, Public Law 109-432 (hereinafter "GOMESA"). This MOU is entered into pursuant to and subject to the terms of GOMESA and relates to MDMR funds obtained through GOMESA, in the amount of One Hundred Ninety-Three Thousand Five Hundred Seventy-Four Dollars (\$193,574.61). The CODH will use some or all of the funds, which will be provided on a reimbursement basis, to advance the Project. This MOU replaces the original MOU executed August 17, 2023 which is expired. It is necessary to enter into this MOU so that the Project may be completed.

### **RECITALS**

**WHEREAS**, GOMESA authorizes the disbursement of funds for projects and activities for the purposes of coastal protection, including conservation, coastal restoration, hurricane

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protection, infrastructure directly affected by coastal wetland losses, as well as mitigation of damage to fish, wildlife, or natural resources; and,

**WHEREAS**, funding for GOMESA is directed to the State of Mississippi through the Bureau of Ocean Energy Management within the Department of Interior; and,

**WHEREAS**, the Governor of the State of Mississippi has directed that MDMR will administer GOMESA funding for the State; and,

**WHEREAS**, MDMR is authorized to allocate and disburse GOMESA funds in accordance with GOMESA in a manner as determined by the MDMR; and,

**WHEREAS**, GOMESA funds are federal funds and cannot be used to match any other federal funds unless those programs specifically state that such funds can be used for matching; and,

**WHEREAS**, the primary goal of the Project consists of three subprojects (Kome Drive, Anahalo, and Fairway Drive) that will provide drainage infrastructure improvements, wetland restoration and improve detention facilities to reduce flooding, improve water quality and preserve downstream wetland and estuarine habitats. The subprojects that are associated will improve water flow characteristics, reduce the future possibility of flooding of roadways and homes in the area, improve water quality downstream and extend runoff times; and,

**WHEREAS**, CODH asserts that the Project will have a direct positive impact on coastal wetland losses by reducing stream bank and wetland erosion along the major drainageways within the City of Diamondhead and that the reduction in sedimentation will improve water quality in receiving streams and estuaries, and that the Project will implement recommendations made from the Hancock County Watershed-Based Stormwater Assessment and Management Plan which is a conservation management plan for Hancock County; and,

**WHEREAS**, the MDMR requests CODH maintain on file all documentation related to the receipt, investment and expenditure of the funds provided for the Project, and furnish any such documentation to the MDMR upon request; and,

**WHEREAS**, CODH agrees to expend the funds in accordance with the purposes as outlined in GOMESA; and,

**WHEREAS**, CODH agrees to provide quarterly and final reports to MDMR that summarize the expenditure of the funds reimbursed by MDMR and the status of the Project until such time as the final expenditure of these funds has been made; and,

**WHEREAS**, MDMR finds, consistent with GOMESA, that it is in the best interest of the State of Mississippi that funds made available from GOMESA should be allocated to CODH, on a reimbursement basis, for the Project.

**NOW THEREFORE, IT IS MUTUALLY AGREED BY THE MISSISSIPPI DEPARTMENT OF MARINE RESOURCES AND CITY OF DIAMONDHEAD, AS FOLLOWS:**

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**SECTION 1.** Each and all of the facts and findings set forth in the preamble clauses of this memorandum are hereby found and determined to be true and accurate and are incorporated herein by this reference thereto as though set forth again in words and figures.

**SECTION 2.** This MOU shall be effective August 17, 2023 and shall remain in effect for a term of five years (60 months) for a total of five (5) years, unless terminated earlier. The term may be extended prior to expiration upon the written agreement of both parties.

**SECTION 3.** MDMR, pursuant to GOMESA, shall provided funds received from Mississippi's allocation of GOMESA in an amount of One Million Nine Hundred Ninety-Nine Thousand Eight Hundred Thirty-Nine Dollars (\$1,999,839.00), of which One Million Eight Hundred-Six Thousand Two Hundred Sixty-Four Dollard and Thirty-Nine Cents (\$1,806,264.39) has been spent leaving a balance of One Hundred Ninety-Three Thousand Five Hundred Seventy-Four Dollars and Sixty-One Cents (\$193,574.61) to CODH, on a reimbursement basis, for the purpose of providing funds to accomplish the Project as described herein.

**SECTION 4.** CODH shall request payment of funds hereunder for Project costs on a reimbursement basis (such requests, "Reimbursement Requests"), unless otherwise directed by MDMR. CODH shall submit written Reimbursement Requests no more frequently than monthly and no less frequently than quarterly. Each Reimbursement Request must be accompanied by detailed supporting documentation of costs incurred as required by MDMR. All Reimbursement Requests for time periods ending June 30 of any year during the term of this MOU shall be submitted no later than July 31 of that same year. MDMR will pay all properly documented Reimbursement Requests within forty-five (45) days after MDMR's receipt of same, except for any amounts disputed by MDMR in good faith. Reimbursement Requests shall be sent to Russell Weatherly, GOMESA Project Manager, Mississippi Department of Marine Resources, 1141 Bayview Avenue, Biloxi, MS 39530, [russell.weatherly@dmr.ms.gov](mailto:russell.weatherly@dmr.ms.gov).

**SECTION 5.** CODH agrees to use all funds received from MDMR as allocated from GOMESA funding solely for the purposes set forth herein and authorized by GOMESA and upon the terms and provisions of this MOU; and further, by execution of this MOU, CODH does hereby certify that all GOMESA funds it receives from the MDMR shall be used exclusively for the Project. CODH understands that failure on its part to adhere to any provision within this MOU may result in termination of this MOU by the MDMR and in immediate action by the State to recover any improperly expended funds.

**SECTION 6.** CODH agrees to comply with all applicable provisions of CFR 2 §200, *et seq.*, including §200.501 which states that a non-Federal entity that expends One Million Dollars and No/100 (\$1,000,000.00) or more during the non-Federal entity's fiscal year in Federal awards must have a single or program-specific audit conducted for that year.

**SECTION 7.** CODH agrees to comply with all applicable provisions of Section 70914 of the Infrastructure Investment and Jobs Act (Pub. L. 117-58), also known as the Build America, Buy America Act.

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**SECTION 8.** CODH agrees to maintain on file all documentation in accordance with the recitals of this MOU and to submit such documentation to MDMR upon request.

**SECTION 9.** CODH agrees to provide MDMR quarterly reports summarizing expenditure of GOMESA funds received from MDMR for the Project and the status of the Project until such time as the final expenditure or final investment of the funds has been made. The first quarterly report shall be provided within ninety (90) days of the effective date of this MOU, and thereafter within thirty (30) days of each calendar quarter end. CODH shall also provide MDMR with a final report summarizing the expenditures and use of the funds upon completion of the Project and final expenditure. Failure to timely submit reports may result in delay of payment of Reimbursement Requests. Reports shall be sent to Russell Weatherly, GOMESA Project Manager, Mississippi Department of Marine Resources, 1141 Bayview Avenue, Biloxi, MS 39530, [russell.weatherly@dmr.ms.gov](mailto:russell.weatherly@dmr.ms.gov).

**SECTION 10.** CODH agrees to maintain copies of all invoices and documentation related to the funds allocated by MDMR for the Project sufficient to satisfy and confirm, to MDMR's satisfaction, that such funds have been expended **solely** for the purposes provided in GOMESA.

**SECTION 11.** CODH shall comply with and all activities under this MOU shall be subject to all applicable Federal, State, and local laws and regulations, as now existing and as may be amended or modified.

**SECTION 12.** CODH understands and acknowledges that if the Mississippi State Legislature fails to pass an appropriation bill for the MDMR and the prior year's appropriation bill expires, or if the Legislature fails to give MDMR the authority to expend funds, or if funds are otherwise unavailable, then the MDMR may, in its sole discretion, terminate this agreement or issue a Stop Work Order to CODH in lieu of termination. If a Stop Work Order is issued, CODH agrees to adhere to its terms.

**SECTION 13.** This MOU shall be governed by and construed in accordance with the laws of the State of Mississippi, excluding its conflict of laws provisions, and any litigation with respect thereto shall be brought in the state courts of Harrison County, Mississippi.

**SECTION 14.** Attached hereto as Attachment A and incorporated herein by reference is the document supporting the request for GOMESA funding submitted by CODH. This document outlines the scope of work to be completed for the Project. Any change in the scope of work is subject to approval by the MDMR in writing and may require an amendment to this MOU and written approval of the GOMESA Committee and others.

**SECTION 15.** Attached hereto as Attachment B and incorporated herein by reference is the budget for the Project submitted by CODH.

**SECTION 16.** Attached hereto as Attachment C and incorporated herein by reference is the Project Selection Form approved and executed by the GOMESA Committee. In the event of a discrepancy between Attachment A and Attachment C, Attachment C will govern.

**SECTION 17.** All notices or information required or permitted to be given pursuant to this MOU shall be in writing and personally delivered or sent by Certified United States mail, postage prepaid, return receipt requested, to the party to whom the notice should be given at the address set forth below. Notice shall be deemed given when actually received or when refused. The parties agree to promptly notify each other in writing of any change of address.

**For CODH:**

City of Diamondhead  
Attention: Jon McCraw, City Manager  
5000 Diamondhead Drive Circle  
Diamondhead, MS 39525  
JMcCraw@diamondhead.ms.gov

**For MDMR:**

Mississippi Department of Marine Resources  
Attention: Joe Spraggins, Executive Director  
1141 Bayview Ave.  
Biloxi, Mississippi 39530  
Email: [crystal.matta@dmr.ms.gov](mailto:crystal.matta@dmr.ms.gov)

**IN WITNESS WHEREOF**, the parties have affixed their signatures on the dates indicated below.

**MISSISSIPPI DEPARTMENT OF MARINE RESOURCES**

**By:** \_\_\_\_\_

**Joe Spraggins, Executive Director**

**Date:** \_\_\_\_\_

**CITY OF DIAMONDHEAD**

**By:** \_\_\_\_\_

**Jon McCraw, City Manager**

**Date:** \_\_\_\_\_

## Attachment A



## GOMESA PHASE II PROJECT FUNDING

### Request for Funding FY2023

Official Use Only

Project Number: \_\_\_\_\_

Requesting Agency: \_\_\_\_\_

## PROJECT SUMMARY

**1. Title of Project:***red outlines indicate required fields*

Diamondhead Drainage, Flood Prevention &amp; Water Quality Improvement Project Phase II

**2. Location of Project:**

- Kome Project coordinates: 30° 23'418"N, 89° 22'37"W
- Anahalo Project coordinates: 30° 23'42"N, 89° 20'40"W
- Fairway Drive Project coordinates: 30°23'16"N, 89°22'12"W

**3. Requesting Organization:**

City of Diamondhead

**4. Requesting Organization Representative:**

- |                          |                                                                    |
|--------------------------|--------------------------------------------------------------------|
| a. Name: Jon McCraw      | e. Address: 5000 Diamondhead Drive Circle<br>Diamondhead, MS 39525 |
| b. Position City Manager |                                                                    |
| c. Phone: 228-222-4626   | f. Email: JMcCraw@diamondhead.ms.gov                               |
| d. Fax:                  |                                                                    |

**5. Funding Requested:**

\$1,999,839.00

**6. Have any other State or Federal funding sources been identified for the project?**☐ Yes☒ No**7. If yes, enter amount and source of additional funds:**

Amount:

Source of Additional Funds:

**8. Total Project Funds**

\$1,999,839.00



## GOMESA PHASE II PROJECT FUNDING Request for Funding FY2023

### PROJECT SUMMARY

#### 9. Provide Brief Project Description/Overview:

The City of Diamondhead is seeking GOMESA funding from the Mississippi Department of Marine Resources for the Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project Phase II. Phase I of the project was funded during the 2022 cycle and the proposed projects identified in Phase II include one of the subprojects that were not funded in Phase I due to budgetary constraints. Additionally, two subprojects have been identified as critical components to Diamondhead's drainage and water quality program specific to Watershed A (the largest watershed in the City of Diamondhead). The project consists of three subprojects that will provide drainage infrastructure improvements, wetland restoration and improve detention facilities to reduce flooding, improve water quality and preserve downstream wetland and estuarine habitats. The subprojects that are associated will improve water flow characteristics, reduce the future possibility of flooding of roadways and homes in the area, improve water quality downstream and extend runoff times.

As part of a county-wide effort, Waggoner Engineering produced the Hancock County Watershed-Based Stormwater Assessment and Management Plan in December 2019 that included a step-by-step plan for implementation. The plan created by Waggoner Engineering provided Hancock County a storm management plan for the long-term future of the County that was realistic and manageable. The county-wide effort by Waggoner Engineering resulted in a detailed project description for the three subprojects of the Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project. The following pages contain the full project descriptions from the Waggoner Engineering produced plan for Kome Drive, Anahalo and Fairway Drive.

#### 10. LIST Project Goals/Objectives:

- Kome Drive: Goals and objectives of this subproject are to improve flow characteristics, reduce possibility of flooding of roadway and homes in the area. The objectives include re-establishing ditch sections, ditch armoring to prevent erosion and replacing inadequate infrastructure with properly sized channels and culverts. The project will also investigate detention possibilities and establishing riparian buffers along streams in the Watershed.
- Anahalo: Goals and objectives of this subproject are to improve flow characteristics, reduce possibility of flooding of roadways and homes in the area, improved water quality downstream and extended runoff times. As documented by Waggoner Engineering, the reported problems are water over the road in a typical storm event and houses flooding in the area multiple times. Site is the singular out fall for watershed with no detention facility. Previous methods for the handling storm water are causing expedited runoff times. Open ditches have been eliminated in places where they are needed. The recommended solutions for this subproject are to: re-establish open ditch sections where water is being forced onto the roadways; incorporate LID drainage measures in the channel (step pool) that increase runoff times to mitigate immediate problems and aid in addressing those downstream; build inline and offline detention within the watershed.
- Fairway Drive: Goals and objects of this subproject are to improve flow characteristics, reduce possibility of flooding of roadways and homes in the area, extend future runoff times and improve water quality downstream. When documenting the reported problems with this subproject, Waggoner Engineering stated, "Ditch sections along Fairway drive and thru the easement are not large enough to accommodate the current volumes and there is potential for further development within the basins." The recommended solutions to remediate the problems associated with this subproject are to: Construct additional detention facilities, enlarge hydrologic section along Fairway Drive, remove, replace, install additional drainage structures under the roadway.



## GOMESA PHASE II PROJECT FUNDING

### Request for Funding FY2023

### PROJECT SUMMARY

**11. Which of the following authorized uses set forth in the GOMESA Act does this project fall under? Check all that apply. Explain SPECIFICALLY and in detail how the project meets the required criteria.**

- ☒ (A) *Projects and activities for the purposes of coastal protection, including conservation, coastal restoration, hurricane protection, and infrastructure directly affected by coastal wetland losses*

The proposed drainage improvements identified in this project will have a direct positive impact on coastal wetland losses by reducing stream bank and wetland erosion along the major drainageways within diamondhead. Additionally, the reduction in sedimentation will improve water quality in receiving streams and estuaries.

- ☒ (B) *Mitigation of damage to fish, wildlife, or natural resources.*

The city of Diamondhead drains into Rotton Bayou, the Jordan River and tributaries to St. Louis Bay. These drainage projects will reduce erosion and improve water quality downstream which directly impacts natural resources in our bays and estuaries.

- ☒ (C) *Implementation of a federally-approved marine, coastal, or conservation management plan.*

The proposed project is implementing recommendations made from the Hancock County Watershed-Based Stormwater Assessment and Management Plan, a comprehensive conservation management plan for Hancock County.

- ☒ (D) *Mitigation of the impact of activities through funding of onshore infrastructure projects.*

The city of Diamondhead drains into Rotton Bayou, the Jordan River and tributaries to St. Louis Bay. These drainage projects will reduce erosion and improve water quality downstream which directly impacts natural resources in our bays and estuaries.





## GOMESA PHASE II PROJECT FUNDING Request for Funding FY2023

### PROJECT SUMMARY

#### 12. Project Timetable/Milestones:

- Kome Drive
  - o Implementation Period: 1.5 Years
    - Study: Completed
    - Design and Permitting: Six Months
    - Construction: One Year
  - o Estimated Schedule: July 1, 2023 – December 30, 2024
- Anahalo
  - o Implementation Period: Two Years
    - Study: Six Months
    - Design and Permitting: Six Months
    - Construction: One Year
  - o Estimated Schedule: July 1, 2023 – June 30, 2025
- Fairway Drive
  - o Implementation Period: 1.5 Years
    - Study: Complete
    - Design: Six Months
    - Construction: One Year
  - o Estimated Schedule: July 1, 2023 – December 30, 2024

#### 13. Project Timing



Short-term (3 year or less)



Deferred/long-term (3-5 years)



## GOMESA PHASE II PROJECT FUNDING Request for Funding FY2023

### APPLICATION SUMMARY

**14. Current status of architectural/engineering plans & specifications for this project (if applicable):** *Check one from each group.*

- Group 1:**
- ☐ Completed
  - ☒ In Progress
  - ☐ Ready to Bid
  - ☒ Other (identify)

H&H Modeling underway

- Group 2:**
- ☐ Paid for
  - ☐ Funds budgeted
  - ☒ Funds not budgeted

**15. In what way does this project meet the goals and objectives of the Department of Marine Resources, which includes enhancing, protecting and conserving the marine interest of Mississippi for present and future generations.?**

Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project Phase II in Hancock County is primarily a drainage infrastructure improvement project that meets the following Mississippi Department of Marine Resources criteria: activities for the purposes of coastal protection, including conservation, coastal restoration, hurricane protection and infrastructure directly affected by coastal wetland losses; and implementation of a federally-approved marine, coastal or comprehensive conservation management plan. The Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project will provide significant drainage infrastructure improvements that will provide future hurricane protection and infrastructure directly affected by coastal wetland losses. The project consists of three subprojects that will provide drainage infrastructure improvements, wetland restoration and improve detention facilities for future watershed events. The proposed project is also implementing recommendations made from the Hancock County Watershed-Based Stormwater Assessment and Management Plan, a comprehensive conservation management plan for Hancock County.



## GOMESA PHASE II PROJECT FUNDING Request for Funding FY2023

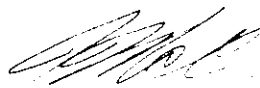
### APPLICATION SUMMARY

16. Estimated number of years to completion: 2
17. Estimated Completion Date: June 2025
18. Prioritize if your agency has submitted multiple projects:

1

### SIGNATURES

Requesting Agency Representative:

  
Signature

7/1/2022  
Date

Attach a detailed project description, project schematics, drawings, or any regulatory permits as appropriate.

\*Progress notes must be submitted quarterly on all projects funded by GOMESA.

\*\*Before submitting application, please make sure to complete the Budget form on page 7.



## GOMESA PHASE II PROJECT FUNDING

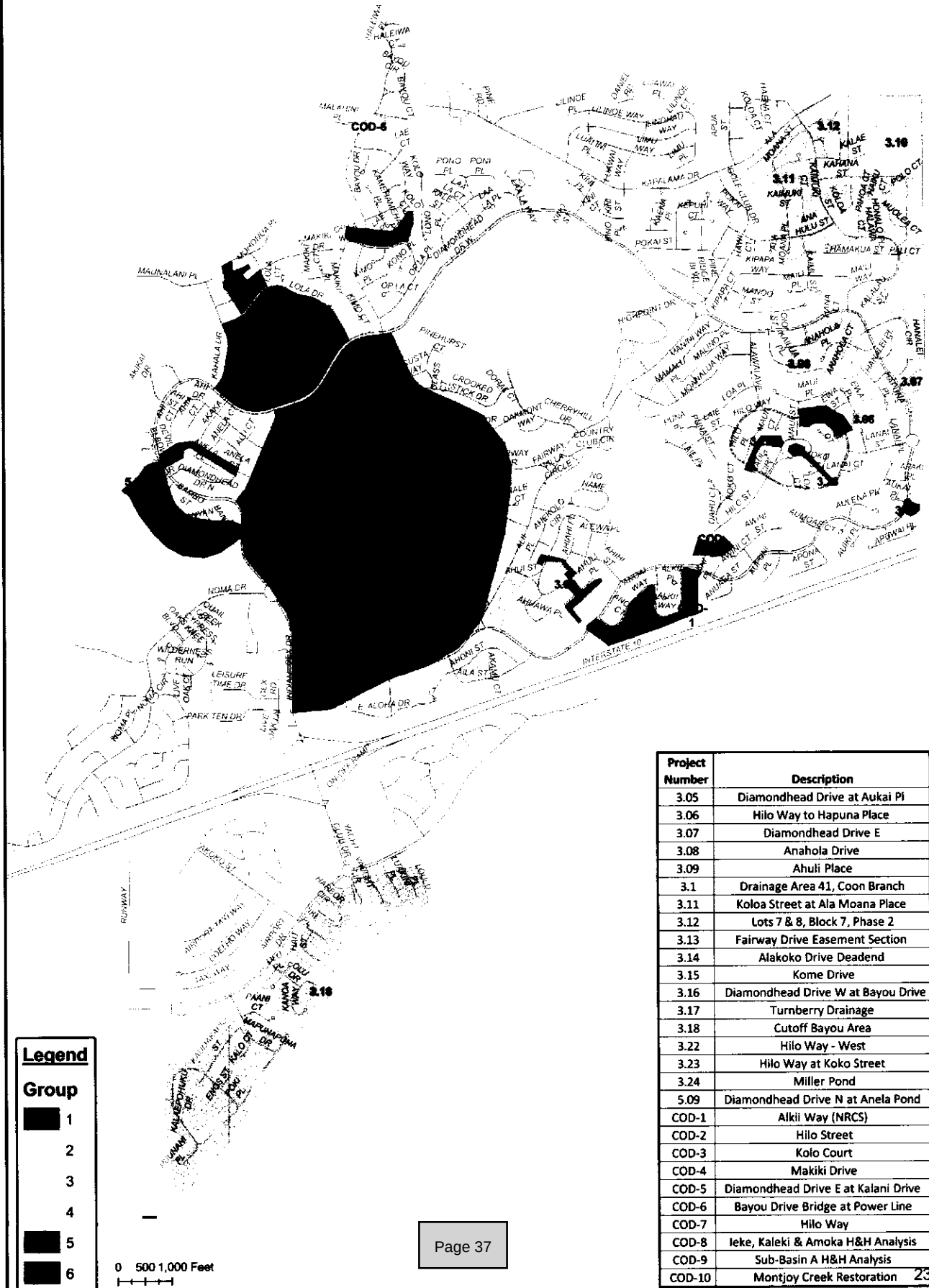
### Request for Funding FY2023

### BUDGET

| Category                   | Total                  |
|----------------------------|------------------------|
| Salaries, wages, Fringe    |                        |
| Travel                     |                        |
| Architecture & Engineering | \$ 210,154.50          |
| Legal                      | \$ 22,500.00           |
| Consulting                 | \$ 61,000.00           |
| Construction               | \$ 1,401,030.00        |
| Site Work                  |                        |
| Equipment                  |                        |
| Indirects                  |                        |
| Other                      | \$ 305,154.00          |
| <b>Total</b>               | <b>\$ 1,999,838.50</b> |



# DRAINAGE PROJECTS

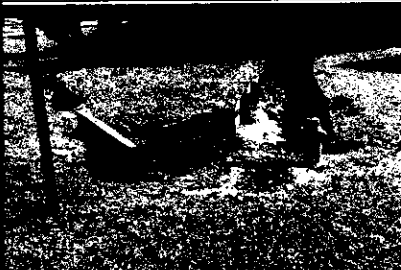


|                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|-----------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Project Number                                | 3.08                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| Project Name                                  | Anahola Draw                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Location Description                          | Site is a natural draw in the East-central portion of Diamondhead located in the lower section of Watershed F as identified in the 2014 Master Drainage Plan map produced by Seymour Engineering. The structures under Diamondhead Drive East at this location drain the entirety of Watershed F. This portion of the city is 95% built out in addition to a significant portion of fairway within the watershed.                          |
| Project Coordinates                           | 30°23'42"N, 89°20'40"W                                                                                                                                                                                                                                                                                                                                                                                                                     |
| HUC12                                         | 031700091303 – Rotten Bayou                                                                                                                                                                                                                                                                                                                                                                                                                |
| Project Type                                  | Detention, Drainage Infrastructure Improvements.                                                                                                                                                                                                                                                                                                                                                                                           |
| Number of residences or businesses benefitted | 76-100                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Anticipated Project Benefits                  | Improve Flow Characteristics<br>Reduced possibility of flooding of roadways and homes in the area<br>Improved water quality downstream<br>Extended Runoff times                                                                                                                                                                                                                                                                            |
| Implementation Period                         | Study: 6 months<br>Design: 6 months<br>Permits: Wetland 404, SWPPP<br>Land Acquisition: Probable<br>Implementation: 2 Yr                                                                                                                                                                                                                                                                                                                   |
| Flood Zone                                    | No                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| Estimated Project Cost                        | \$777,187.00                                                                                                                                                                                                                                                                                                                                                                                                                               |
| Location Problems                             |  <p>Reported problems are water over the road in a typical storm event. Site is the singular out fall for watershed with no detention facility. Previous methods for handling Stormwater are causing expedited runoff times. Open ditches have been eliminated in places where they are needed</p>                                                      |
| Recommended Solution                          | Re-establishing open ditch sections where water is being forced onto the roadways. Incorporate LID drainage measures in the channel (step pool) that increase runoff times to mitigate immediate problems and aid in addressing those downstream. Build inline and offline detention within the watershed. Information from this project should be incorporated as contributing data for projects downstream along Diamondhead Drive East. |

**Opinion of Probable Cost****3.08 Anahola**

| Pay Item                                                                   | Unit | Quantity | Unit Cost    | Total Cost    |
|----------------------------------------------------------------------------|------|----------|--------------|---------------|
| Mobilization                                                               | LS   | 1        | \$ 60,000.00 | \$ 60,000.00  |
| Clearing and Grubbing                                                      | LS   | 1        | \$ 18,000.00 | \$ 18,000.00  |
| Remove Excess Sediment From Road Ditch                                     | LF   | 600      | \$ 18.00     | \$ 10,800.00  |
| Removal of Debris & Vegetation from Ditch                                  | LF   | 150      | \$ 24.00     | \$ 3,600.00   |
| Removal of Existing Asphalt                                                | SY   | 200      | \$ 24.00     | \$ 4,800.00   |
| Removal of Culvert (All Sizes)                                             | LF   | 250      | \$ 48.00     | \$ 12,000.00  |
| Removal of Drainage Structure                                              | EA   | 2        | \$ 3,000.00  | \$ 6,000.00   |
| Removal of Sediment from Culverts                                          | EA   | 10       | \$ 120.00    | \$ 1,200.00   |
| Unclassified Excavation                                                    | CY   | 300      | \$ 18.00     | \$ 5,400.00   |
| Excess Excavation                                                          | CY   | 100      | \$ 18.00     | \$ 1,800.00   |
| Crushed Limestone                                                          | CY   | 75       | \$ 240.00    | \$ 18,000.00  |
| Select Fill                                                                | CY   | 50       | \$ 36.00     | \$ 1,800.00   |
| Select Bedding Material                                                    | CY   | 25       | \$ 36.00     | \$ 900.00     |
| Roadway Repair                                                             | EA   | 4        | \$ 3,000.00  | \$ 12,000.00  |
| Headwalls                                                                  | EA   | 6        | \$ 1,800.00  | \$ 10,800.00  |
| Rip Rap                                                                    | Tons | 50       | \$ 90.00     | \$ 4,500.00   |
| Filter Fabric                                                              | SY   | 25       | \$ 6.00      | \$ 150.00     |
| Silt Fencing                                                               | LF   | 1000     | \$ 6.00      | \$ 6,000.00   |
| Wattles                                                                    | EA   | 10       | \$ 240.00    | \$ 2,400.00   |
| Excelsior Blankets                                                         | SY   | 10       | \$ 24.00     | \$ 240.00     |
| Seeding and Mulch                                                          | LS   | 1        | \$ 6,000.00  | \$ 6,000.00   |
| Solid Sodding                                                              | SY   | 50       | \$ 12.00     | \$ 600.00     |
| Traffic Control (includes Temp. Signage)                                   | LS   | 1        | \$ 12,000.00 | \$ 12,000.00  |
| Stormwater Detention Facility                                              | LS   | 4        | \$ 42,000.00 | \$ 168,000.00 |
| Culvert Replacement (Conceptual)                                           | LS   | 1        | \$150,000.00 | \$ 150,000.00 |
| Topographic Survey                                                         | LS   | 1        | \$ 30,000.00 | \$ 30,000.00  |
| H & H Analysis - Drainage Study                                            | LS   | 1        | \$ 12,000.00 | \$ 12,000.00  |
| <i>Estimated Construction Costs</i>                                        |      |          |              | \$ 558,990.00 |
| <i>Engineering Costs (Design, Inspection, Construction Testing, etc..)</i> |      |          |              | \$ 83,848.50  |
| <i>Right-of-Way/Easement Acquisition</i>                                   |      |          |              | \$ 25,000.00  |
| <i>Legal</i>                                                               |      |          |              | \$ 7,500.00   |
| <i>Permitting</i>                                                          |      |          |              | \$ 18,000.00  |
| <i>15% Contingency</i>                                                     |      |          |              | \$ 83,848.50  |

**Total Estimated Project Cost \$ 777,187.00**

|                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|-----------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Project Number                                | 3.13                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Project Name                                  | Fairway Drive Easement Section                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| Location Description                          | This site is picking up drainage from Area 15 within Watershed A as designated on the Diamondhead Master Drainage plan map and serving as outfall for all of Area 16 within Watershed A. The two basins are about 70% built out with two fairways contributing to stormwater volumes. Area 15 is smaller and immediate to the area lying North of Fairway Drive. Area 16 is a larger area with steeper grades and two detention ponds on a fairway. Drainage through the area flows generally Westward exiting through the ditch sections on Fairway Drive then under Alakoko Drive into a constricted bulkhead section.                                                                                          |
| Project Coordinates                           | 30°23'16"N, 89°22'12"W                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| HUC12                                         | 031700091303 –Rotten Bayou                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| Project Type                                  | H&H Study, Install Detention, Enlarge Hydrologic Section                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| Number of residences or businesses benefitted | >100                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Anticipated Project Benefits                  | <p>Improve Flow Characteristics</p> <p>Reduced possibility of flooding of roadways and homes in the area</p> <p>Extend Runoff Times</p> <p>Improve Water Quality downstream</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Implementation Period                         | <p>Study: Complete</p> <p>Design: 12 months</p> <p>Permits: SWPPP, NWP 41</p> <p>Land Acquisition: Probable</p> <p>Implementation: 2 Yr</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| Flood Zone                                    | No                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| Estimated Project Cost                        | \$378,412.00                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| Location Problems                             |  <p>Large portion of these watershed basins are impervious. Area 15, which is immediate to the outfall area includes a lot of hardscaped drainage section that decrease runoff times while increasing volumes. Ditch sections along Fairway drive and thru the easement are not large enough to accommodate the current volumes and there is potential for further development within the basins. Roadway pipes under Alakoko Drive are constricting flow but that may be preventing downstream flooding as the drainage way leaving the pipes appears to be near capacity and in imminent danger of failing structurally.</p> |
| Recommended Solution                          | H & H study of the basins for determining full development volumes. Construct additional detention facilities, enlarge hydrologic section along Fairway Drive, remove, replace, install additional drainage structures under the roadway and remove/replace bulkheads with LID options.                                                                                                                                                                                                                                                                                                                                                                                                                           |



**Opinion of Probable Cost****3.12 Block 7 Phase 2**

| Pay Item                                                                   | Unit | Quantity | Unit Cost            | Total Cost    |
|----------------------------------------------------------------------------|------|----------|----------------------|---------------|
| Mobilization                                                               | LS   | 1        | \$ 24,000.00         | \$ 24,000.00  |
| Clearing and Grubbing                                                      | LS   | 1        | \$ 6,000.00          | \$ 6,000.00   |
| Remove Excess Sediment From Road Ditch                                     | LF   | 1600     | \$ 18.00             | \$ 28,800.00  |
| Removal of Existing Asphalt                                                | SY   | 50       | \$ 24.00             | \$ 1,200.00   |
| Removal of Sediment from Culverts                                          | EA   | 10       | \$ 240.00            | \$ 2,400.00   |
| Crushed Limestone                                                          | CY   | 25       | \$ 240.00            | \$ 6,000.00   |
| Select Fill                                                                | CY   | 25       | \$ 36.00             | \$ 900.00     |
| Select Bedding Material                                                    | CY   | 25       | \$ 36.00             | \$ 900.00     |
| Roadway Repair                                                             | EA   | 1        | \$ 3,000.00          | \$ 3,000.00   |
| 29x18 RCAP                                                                 | LF   | 100      | \$ 84.00             | \$ 8,400.00   |
| Headwalls                                                                  | EA   | 2        | \$ 1,800.00          | \$ 3,600.00   |
| Rip Rap                                                                    | Tons | 650      | \$ 90.00             | \$ 58,500.00  |
| Filter Fabric                                                              | SY   | 1200     | \$ 6.00              | \$ 7,200.00   |
| Silt Fencing                                                               | LF   | 250      | \$ 6.00              | \$ 1,500.00   |
| Wattles                                                                    | EA   | 2        | \$ 240.00            | \$ 480.00     |
| Excelsior Blankets                                                         | SY   | 600      | \$ 24.00             | \$ 14,400.00  |
| Seeding and Mulch                                                          | LS   | 1        | \$ 6,000.00          | \$ 6,000.00   |
| Traffic Control (includes Temp. Signage)                                   | LS   | 1        | \$ 12,000.00         | \$ 12,000.00  |
| Stormwater Detention Facility                                              | LS   | 1        | \$ 30,000.00         | \$ 30,000.00  |
| Topographic Survey                                                         | LS   | 1        | \$ 30,000.00         | \$ 30,000.00  |
| H & H Analysis - Drainage Study                                            | LS   | 1        | \$ 8,400.00          | \$ 8,400.00   |
| <i>Estimated Construction Costs</i>                                        |      |          |                      | \$ 253,680.00 |
| <i>Engineering Costs (Design, Inspection, Construction Testing, etc..)</i> |      |          |                      | \$ 38,052.00  |
| <i>Right-of-Way/Easement Acquisition</i>                                   |      |          |                      | \$ 25,000.00  |
| <i>Legal</i>                                                               |      |          |                      | \$ 5,000.00   |
| <i>Permitting</i>                                                          |      |          |                      | \$ 18,000.00  |
| <i>15% Contingency</i>                                                     |      |          |                      | \$ 38,052.00  |
| <b>Total Estimated Project Cost</b>                                        |      |          | <b>\$ 377,784.00</b> |               |

|                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|-----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Project Number                                | 3.15                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| Project Name                                  | Kome Drive                                                                                                                                                                                                                                                                                                                                                                                                                              |
| Location Description                          | Site is a low area where runoff is collected and transferred off the surface to underground infrastructure. Flow collected at the site is local, but feeds into to a sizeable arterial drainage ditch. The stream exiting the area drains 500 plus heavily developed hilly acres.                                                                                                                                                       |
| Project Coordinates                           | 30°23'18"N, 89°22'37"W                                                                                                                                                                                                                                                                                                                                                                                                                  |
| HUC12                                         | 031700091303 –Rotten Bayou                                                                                                                                                                                                                                                                                                                                                                                                              |
| Project Type                                  | H&H Study, Remove Inlet control, Re-establish Hydrologic section, Erosion Control, Detention                                                                                                                                                                                                                                                                                                                                            |
| Number of residences or businesses benefitted | 51-75                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Anticipated Project Benefits                  | Improve Flow Characteristics<br>Reduced possibility of flooding of roadways and homes in the area                                                                                                                                                                                                                                                                                                                                       |
| Implementation Period                         | Study: Complete<br>Design: 12 months<br>Permits: SWPPP, NWP 41<br>Land Acquisition: Probable<br>Implementation: 2 Yr                                                                                                                                                                                                                                                                                                                    |
| Flood Zone                                    | Yes                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| Estimated Project Cost                        | \$844,240.00                                                                                                                                                                                                                                                                                                                                                                                                                            |
| Location Problems                             |  <p>Water has been reported on the roadway during storm events. Underground drainage system was not investigated to determine adequacy. Inlet control issues are likely the cause of back up, due to the local nature of the reported problems.</p>                                                                                                  |
| Recommended Solution                          | Topographic survey of the immediate area to determine the storm sewer infrastructure and where inlet control is constricting flow. Re-establish ditch sections where feasible and armor to prevent erosion. Replace inadequate infrastructure with properly sized channels and culverts. Investigate detention possibilities and alternate ways of removing surface drainage. Establish riparian buffers along all streams in the area. |

**Opinion of Probable Cost****3.15 Kome Drive**

| Pay Item                                                                   | Unit | Quantity | Unit Cost    | Total Cost    |
|----------------------------------------------------------------------------|------|----------|--------------|---------------|
| Mobilization                                                               | LS   | 1        | \$ 60,000.00 | \$ 60,000.00  |
| Clearing and Grubbing                                                      | LS   | 2        | \$ 18,000.00 | \$ 36,000.00  |
| Remove Excess Sediment From Road Ditch                                     | LF   | 300      | \$ 18.00     | \$ 5,400.00   |
| Removal of Debris & Vegetation from Ditch                                  | LF   | 1200     | \$ 18.00     | \$ 21,600.00  |
| Removal of Sediment from Culverts                                          | EA   | 7        | \$ 600.00    | \$ 4,200.00   |
| Modified Inlets                                                            | EA   | 4        | \$ 3,000.00  | \$ 12,000.00  |
| Headwalls                                                                  | EA   | 2        | \$ 1,800.00  | \$ 3,600.00   |
| Gabion                                                                     | Tons | 900      | \$ 90.00     | \$ 81,000.00  |
| Filter Fabric                                                              | SY   | 1200     | \$ 6.00      | \$ 7,200.00   |
| Silt Fencing                                                               | LF   | 1000     | \$ 6.00      | \$ 6,000.00   |
| Seeding and Mulch                                                          | LS   | 2        | \$ 6,000.00  | \$ 12,000.00  |
| Solid Sodding                                                              | SY   | 200      | \$ 12.00     | \$ 2,400.00   |
| Traffic Control (includes Temp. Signage)                                   | LS   | 1        | \$ 12,000.00 | \$ 12,000.00  |
| Stormwater Detention Facility                                              | LS   | 8        | \$ 30,000.00 | \$ 240,000.00 |
| Utility Relocation                                                         | LS   | 1        | \$ 30,000.00 | \$ 30,000.00  |
| Topographic Survey                                                         | LS   | 1        | \$ 42,000.00 | \$ 42,000.00  |
| H & H Analysis - Drainage Study                                            | LS   | 1        | \$ 14,400.00 | \$ 14,400.00  |
| <i>Estimated Construction Costs</i>                                        |      |          |              | \$ 589,800.00 |
| <i>Engineering Costs (Design, Inspection, Construction Testing, etc..)</i> |      |          |              | \$ 88,470.00  |
| <i>Right-of-Way/Easement Acquisition</i>                                   |      |          |              | \$ 45,000.00  |
| <i>Legal</i>                                                               |      |          |              | \$ 7,500.00   |
| <i>Permitting</i>                                                          |      |          |              | \$ 25,000.00  |
| <i>15% Contingency</i>                                                     |      |          |              | \$ 88,470.00  |

**Total Estimated Project Cost** **\$844,240.00**

## Attachment B



## GOMESA PHASE II PROJECT FUNDING

### Request for Funding FY2023

### BUDGET

| Category                   | Total                  |
|----------------------------|------------------------|
| Salaries, wages, Fringe    |                        |
| Travel                     |                        |
| Architecture & Engineering | \$ 210,154.50          |
| Legal                      | \$ 22,500.00           |
| Consulting                 | \$ 61,000.00           |
| Construction               | \$ 1,401,030.00        |
| Site Work                  |                        |
| Equipment                  |                        |
| Indirects                  |                        |
| Other                      | \$ 305,154.00          |
| <b>Total</b>               | <b>\$ 1,999,838.50</b> |



## Attachment C

## GOMESA Phase II Funding Project Selection Form

Applicant: Jon McCraw - City Manager  
First Name Last Name

Business/Agency: City of Diamondhead

Address: 5000 Diamondhead Drive Circle - Diamondhead, MS 39525

Phone: 228-222-4626 Email: JMcCraw@diamondhead.ms.gov

Project Name: Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project Phase II

Anticipated Budget: \$1,999,839.00 Anticipated Timeline: 7/1/2023 to 6/30/2026

Projects must meet at least one of the GOMESA criteria listed below. Please check all that apply.  
 Additional justification may be requested.

**Column A**

- ☒ Coastal protection of natural resources
- ☒ Mitigation of natural or marine resources
- ☐ Conservation management
- ☒ Onshore infrastructure projects resulting from coastal damage

**Column B**

- ☒ Coastal restoration and resiliency efforts
- ☐ Ecological restoration

**PROPOSED PROJECT NARRATIVE**

The City of Diamondhead is seeking GOMESA funding from the Mississippi Department of Marine Resources for the Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project Phase II. Phase I of the project was funded during the 2022 cycle and the proposed projects identified in Phase II include one of the subprojects that were not funded in Phase I due to budgetary constraints. Additionally, two sub-projects have been identified as critical components to Diamondhead's drainage and water quality program specific to Watershed A (the largest watershed in the City of Diamondhead). The project consists of three sub-projects that will provide drainage infrastructure improvements, wetland restoration and improve detention facilities to reduce flooding, improve water quality and preserve downstream wetland and estuarine habitats. The sub-projects that are associated will improve water flow characteristics, reduce the future possibility of flooding of roadways and homes in the area, improve water quality downstream and extend runoff times. As part of a county-wide effort, Waggoner Engineering produced the Hancock County Watershed-Based Storm water Assessment and Management Plan in December 2019 that included a step-by-step plan for implementation. The plan created by Waggoner Engineering provided Hancock County a storm management plan for the long-term future of the County that was realistic and manageable. The county-wide effort by Waggoner Engineering resulted in a detailed project description for the three subprojects of the Diamondhead Drainage, Flood Prevention & Water Quality Improvement Project. The following pages contain the full project descriptions from the Waggoner Engineering produced plan for Kome Drive, Anahalo and Fairway Drive.

**REQUIRED SIGNATURES****GOMESA Committee:**

MDMR Committee Representative

Joe Swaggart  
Joe Swaggart May 1, 2023 13:50 CDT  
 Signature

MDA Committee Representative

Laura Hipp  
Laura Hipp May 1, 2023 13:55 CDT  
 Signature

MDEQ Committee Representative

Chris Wells  
Chris Wells May 1, 2023 18:15 CDT  
 Signature

Executive Director

Title Date

Deputy Executive Director

Title Date

Executive Director

Title Date

**EXHIBIT "C"****WORK ASSIGNMENT  
WORK ASSIGNMENT NO. 44**

**PROJECT NUMBER: - Bank Stabilization Project – Apelehama Tributary  
(Kalipekona Way to Iona Street)**

This Work Assignment is executed in accordance with the Master Services Agreement entered into by the City of Diamondhead, Mississippi and Covington Civil and Environmental, LLC on the 29<sup>th</sup> day of October 2025.

WHEREAS each of said parties represents that it continues to have authority to execute this Work Assignment and that all certifications previously made in said Agreement remain in effect;

NOW THEREFORE, the parties hereto do further contract and agree to add the following items of work to the above Agreement under the additional terms and conditions as are hereinafter stated:

**SPECIFIC SCOPE OF WORK FOR THIS WORK ASSIGNMENT OR  
PHASE**

Streams generally located between Kalipekona Way and Iona Street have had several property owner reports of erosion issues. These streams are currently heavily vegetated, which is problematic for inspection and maintenance. Lastly, there are locations where there are abrupt changes of direction with minimal to no bank protection. A conceptual hydraulic analysis at the problem locations indicate that reinforced erosion control products, as a minimum, could be used for bank protection. Further investigation is needed in order to specify whether reinforced erosion control products can be used in all cases, or if hard protection (riprap, articulated block, concrete lining) is warranted.

**Existing Studies:** The following existing studies have been completed and will be utilized in the development of the modeling, plans and specifications for the proposed improvements.

- Covington Civil & Environmental – Stormwater Master Plan – Watershed A – Phase II Drainage Report March 2023

**Scope of Work:** Covington will complete the following scope of work:

### **Task 1 - Survey:**

Covington will complete an updated topographic survey along the stream bank corridor identifying the ditch centerline, side slopes, underground utilities marked by MS811 and drainage structures and inverts. In addition, Covington will complete boundary surveying to locate all existing right-of-way and create a property map within the stream corridor. The scope includes a boundary survey and easement layout for each property, one time. Additional surveys and/or easement changes requested by city and/or property owners will be performed under additional scope of work.

### **Task 2 - Modeling/Preliminary Design:**

Task 2.1 – Update model with survey data. Verify channel cross-sections throughout.

Task 2.2 – Preliminary Design: Design cross-sections will be applied to the existing stream centerline. Sections will be connected to existing grading to determine area required for construction. Access will be determined along the length based on stream design and existing features. This will provide the information needed in order to determine the required property acquisition.

### **Task 3 - Permitting:**

Covington will coordinate with local permitting agencies, Mississippi Department of Marine Resources (MDMR) and the US Army Corps of Engineers (USACE). on the required permitting action to determine if a Nationwide Permit is applicable or an Individual Permit Application is required.

Individual Permit Application: Covington will prepare a Joint Application & Notification form (Joint Application) for the impacts to wetlands and waters of the U.S. Services included in this task are:

- Preparation of a Joint Application and submittal to the MDMR. Supporting documentation for the Joint Application will include:
  - Attachment A: Engineering drawings including a plan view depicting wetland boundaries, and a typical cross section of cut or fill in the wetland.
  - Attachment B: Diamondhead will authorize Covington to be the agent for the permit. An agent authorization letter will be provided by Diamondhead to be included as Attachment B in the Joint Application.
  - Attachment C: A brief Environmental Assessment will be included with the Joint Application. The Environmental Assessment will describe the purpose of the project, environmental impacts of the proposed activity, and the project's effects on the wetlands and the species that utilize the area. The

environmental assessment will provide a complete description of any measures to be taken to reduce detrimental offsite effects to the coastal wetlands during and after the proposed activity.

- A Coastal Zone Management Act consistency determination (CZCD) /Attachment D (Variance or Revisions to Mississippi Coastal Program): Covington will draft a CZCD for the project. If a variance to the guidelines in Section 2, Part III or a revision to the Coastal Wetlands Use Plan in Section 2, Part IV of the Rules, Regulations, Guidelines and Procedures of the Mississippi Coastal Program is required for the proposed activity, a request and justification will be provided.
- Preparation of a Project Support Document will also be provided as part of the application and will contain:
  - Project Purpose and Need: A descriptive narrative of the improvements, maps, and the purpose and need for the project.
  - Alternatives: A summary of alternatives that would meet the purpose and need for the project that were considered and the rationale for the selection of the preferred alternative.
- Coordination and attendance of one pre-application meeting and project meetings with the MDMR, USACE, USFWS, MDEQ, MDAH, USEPA and other resource agencies to provide any needed field information/review for the project.
- Attend public meetings associated with USACE or MDMR permitting.
- Attend Commission on Marine Resources Meeting as needed.

#### **Task 4 – Final Design:**

Task 4.1 – Final Design: Covington will prepare final construction drawings, contract specifications, bid schedule, engineer's estimate. The final design documents will be submitted to the City for review and approval.

#### **Task 5 – Bidding**

After the permits have been granted and the bid documents finalized, Covington will assist the City in issuing the bid documents for bidding. Covington will hold a pre-bid conference for potential contractors, will address questions raised by contractors, will prepare any necessary addendums, and will open submitted bids on bid date. Covington will then tabulate the bids, review contractor qualifications, and assist the city with contractor selection. Covington will assist the City in entering into a contract with the selected contractor and issuing a Notice to Proceed.

#### **Task 6 – Construction Administration & Inspection**

During construction, Covington will provide construction engineering services to include site



visits, project progress meetings, reviewing progress schedules, reviewing shop drawings and construction submittals, reviewing contractor pay requests, and recommending payment to owner, reviewing and addressing contractor requests for information and issuing any necessary changes through work directives and/or change orders. Additionally, Covington will furnish an on-site project inspector to inspect performance of the work of the contractor in compliance with the approved plans and specifications. Through more extensive on-site inspections of the Contractor's work in progress and field checks of materials and equipment by the resident project inspector, Covington shall endeavor to provide further protection for the City against defects and deficiencies in the Work; but the furnishing of such services will not make Covington responsible for or guarantee the Contractor's performance. Covington or its representatives shall not undertake any of the responsibilities of the Contractor, subcontractors or the Contractor's superintendent.

The scope may vary based on conditions identified during the surveying and design phase of the project.

| Task                                     | Fee           |
|------------------------------------------|---------------|
| Surveying                                | \$ 60,000.00  |
| Engineering & Design                     | \$ 70,000.00  |
| Permitting                               | \$ 12,000.00  |
| Bidding                                  | \$ 8,000.00   |
| Construction Administration & Inspection | \$ 100,000.00 |

**WORK ASSIGNMENT TERM** [No new Work Assignments shall be executed after *September 30, 2026.*]

This WORK ASSIGNMENT shall be effective upon the latest date of execution hereof and continue until *September 30, 2026*, at 11:59 P.M. CDT. However, the Engineer may not begin work prior to receiving a Notice to Proceed.

#### DBEGOAL

*The DBE goal established for this Work Assignment shall be 0 %*

#### KEY PERSONNEL

CITY

CONSULTANT PROJECT  
MANAGER: (Certified as a  
Professional Engineer to do  
business in the State of Mississippi)



Ben Benvenuti, P.E., Principal Engineer

**MAXIMUM ALLOWABLE COST****Contract Maximums:**

Under no circumstances shall the amount payable by the City for this assignment exceed \$250,000.00 (Total of all Charges) without the prior written consent of both parties. Project will be billed monthly based on a percentage complete of the lump sum cost of each phase.

Both parties hereto represent that they have authority to enter into Work Assignment No. 1, as "Exhibit C" of the Agreement executed by and between the City and Engineer to which is now made a part of said Agreement.

SO EXECUTED AND AGREED THIS THE \_\_\_\_\_ DAY OF \_\_\_\_\_.

City of Diamondhead

\_\_\_\_\_  
Signature

Covington Civil and Environmental

  
Signature

WITNESS this my signature in execution hereof, this the \_\_\_\_\_ day of \_\_\_\_\_.

ATTEST: \_\_\_\_\_



228.222.4626

228.222.4390

5000 Diamondhead Circle · Diamondhead, MS 39525-3260

[www.diamondhead.ms.gov](http://www.diamondhead.ms.gov)



September 3, 2026

City Council  
5000 Diamondhead Circle  
Diamondhead, MS 39525

Dear City Council,

I am writing to request your approval to submit an amended application for the FY27 Tidelands Funds, Project #FY27-P510-10. The amendment requested is to reallocate all funds to engineering and design. The matching RESTORE funds will be used for the construction cost of this project.

No purchase orders or work assignments will be issued until all grant agreements have been received by the city and approve by the council.

Your approval will be appreciated.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Jon McCraw', is written over the printed name.

Jon McCraw



## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM

### Amended Application for FY27

Project Number: FY27-P510-10

### PROJECT SUMMARY

**1. Title of Project:** *red outlines indicate required fields*

Rotten Bayou Nature Trail

**2. Location of Project:**

Diamondhead, MS

Lat: 30.380459, Long: -89.384443

**3. Requesting Agency:**

City of Diamondhead

**4. Requesting Agency Representative:**

a. Name: Jon McCraw

b. Phone: 228-222-4626

c. Fax:

d. Address: 5000 Diamondhead Circle, Diamondhead, MS 39525

e. Email: [jmccraw@diamondhead.ms.gov](mailto:jmccraw@diamondhead.ms.gov)

**6. Funding Requested:**

\$ 500,000.00

**7. Matching Funds:**

\$ 3,786,200.00

**8. Source of Matching Funds:**

RESTORE

**9. Total Project Funds:**

\$ 4,286,200.00

**5. Project Manager:**

a. Name: Jason Chiniche

b. Phone: 228-467-6755

c. Fax:

d. Address: 407 Hwy 90 Bay St. Louis, MS 39520

e. Email: [jason@chiniche.com](mailto:jason@chiniche.com)



## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM Amended Application for FY 27

Project Number: FY27-P510-10

### PROJECT SUMMARY

#### 10. Provide Brief Project Description/Overview:

The City of Diamondhead is proposing a nature trail that will stretch approximately 2.6 miles, linking Montjoy Creek Natural Trail to Noma Drive Boat Launch, to Noma Drive multi-modal path. the trail will be tailored to walkers, hikers, fishermen, bird watchers, and other nature enthusiast withing the community. It will feature access points to waterways and low lying regions, incorporating pedestrian bridges, boardwalks, natural elements, and viewing platform/rest area equipped with benches.

#### 11. LIST Project Goals/Objectives:

- Enhance public access to recreational activities
- Promote outdoor activities for families and visitors
- Develop ecotourism

#### 12. LIST Project Benefits:

- Connects to popular recreational areas, creating a continuous natural corridor
- Supports communities and businesses through ecotourism
- Supports local habitat in the area



ENHANCE • PROTECT • CONSERVE

## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM Amended Application for FY27

Project Number: FY27-P510-10

### PROJECT SUMMARY

#### 13. LIST Project Tasks:

1. Preliminary Design
2. Design and Engineering
3. Permitting
4. Construction
5. Closeout

#### 14. Project Timetable/Milestones:

1. Preliminary Design - 1 month
2. Design and Engineering - 3 months
3. Permitting - 9 months
4. Construction - 6 months
5. Closeout - 1 month

#### 15. If this project has been funded previously through Tidelands Trust Fund indicate which fiscal years: (type N/A if not applicable)

FY24 - P510-12

#### 16. Project Timing:



Short-term (3 years or less)



Deferred/long-term (3 – 5 years)



## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM

### Amended Application for FY 27

Project Number: FY27-P510-10

### APPLICATION SUMMARY QUESTIONNAIRE

17. Is this a Multi-Phase Project? ☒ Yes ☐ No

18. Is any part of this project located on private property? ☐ Yes ☒ No

19. Is there an existing lease between the requesting agency and property owner? ☐ Yes ☒ No

20. If required, are the plans approved by the DMR Permitting Office? ☐ Yes ☒ No

21. Will this project enhance an existing water-dependent activity? ☒ Yes ☐ No

Identify the activity:

Ecotourism, Fishing, and Bird Watching

22. Does this project coordinate with other existing or planned projects? ☒ Yes ☐ No

Identify the project(s):

Montjoy Creek Nature Trail and Noma Drive Boat Launch Waterfront Improvements

23. Will this project involve impacting, filling, or dredging coastal wetlands? ☒ Yes ☐ No

If yes, what acreage: 1 acre

24. Identify the constituency or interest group(s) which this project will serve:

Local residents, tourists, nature enthusiasts, bird watchers, hikers, and ecotourists.

25. Identify the service that this project will provide to the group(s) identified in 24:

The nature trail will provide public access to the above groups.





## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM

### Amended Application for FY27

Project Number: FY27-P510-10

## APPLICATION SUMMARY QUESTIONNAIRE

### 26. Project Category:

(more than one may apply)

- ☒ Conservation
- ☐ Reclamation
- ☐ Preservation
- ☐ Acquisition
- ☒ Education
- ☒ Public Access
- ☒ Public Improvement
- ☐ Other (Identify)

### 27. Current status of architectural/ engineering plans & specifications for this project (if applicable): (check one from each group)

- Group 1:
- ☐ Completed
  - ☒ In Progress
  - ☐ Ready to Bid
  - ☐ Other (identify)

- Group 2:
- ☐ Paid for
  - ☒ Funds budgeted
  - ☐ Funds not budgeted

### 28. Categorize the benefits from 12:

- ☒ Environmental
- ☒ Economic
- ☒ Safety
- ☒ Public
- ☐ Other (identify)

### 29. Have other State or Federal funding sources been identified for the project?

- ☐ Yes
- ☒ No

If yes, identify:

### 30. In what way does this project meet the goals and objectives of the Department of Marine Resources and the Secretary of State's Office, which include enhancing, protecting, conserving and providing public access to tidelands affected areas?

The project meets the goals and objectives of the DMR and SOS by enhancing, protecting, and providing public access to tidelands affected areas for local residents, tourists, and nature enthusiasts.





## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM Amended Application for FY 27

Project Number: FY27-P510-10

### APPLICATION SUMMARY

**31. Summarize, in paragraph form, your Tidelands Application below. Give additional detail from TTF-1 Section 7 and include how the project will meet the requirements of the Public Trust Tidelands Act and the potential benefits that would be derived from receipt of Tidelands Trust Funds.**

The City of Diamondhead is proposing a nature trail that will stretch approximately 2.6 miles, linking Montjoy Creek Natural Trail to Noma Drive Boat Launch, to Noma Drive multi-modal path. The trail will be tailored to walkers, hikers, fishermen, bird watchers, and other nature enthusiasts within the community. It will feature access points to waterways and low lying regions, incorporating pedestrian bridges, boardwalks, natural elements, and viewing platform/rest area equipped with benches.

The project aims to enable both local residents and visitors to partake in outdoor activities without disrupting the environment. Additionally, it will link three current outdoor public spaces, enhancing the overall appeal of the area for visitors.



# MISSISSIPPI TIDELANDS TRUST FUND PROGRAM

## Amended Application for FY 27

Project Number: FY27-P510-10

### APPLICATION SUMMARY

32. Estimated number of years to completion: 1

33. Estimated Completion Date: 2028

34. Prioritize if your agency has submitted multiple projects

1

### 35. SIGNATURES

Project Manager:

*Jaron Chincho, P.E.*  
Signature

9/1/2026

Date

Requesting Agency Representative:

*[Signature]*  
Signature

9/3/26

Date

36. Attach project schematics or drawings as appropriate



## MISSISSIPPI TIDELANDS TRUST FUND PROGRAM

### Amended Application for FY27

Project Number: FY27-P510-10

### BUDGET

| Category                   | Year 1          | Year 2  | Year 3  | Year 4  | Year 5  | Total           |
|----------------------------|-----------------|---------|---------|---------|---------|-----------------|
| Salaries, wages, Fringe    |                 |         |         |         |         | \$ 0.00         |
| Travel                     |                 |         |         |         |         | \$ 0.00         |
| Architecture & Engineering | 500000          |         |         |         |         | \$ 500,000.00   |
| Legal                      |                 |         |         |         |         | \$ 0.00         |
| Consulting                 |                 |         |         |         |         | \$ 0.00         |
| Construction               | 3786200         |         |         |         |         | \$ 3,786,200.00 |
| Site Work                  |                 |         |         |         |         | \$ 0.00         |
| Equipment                  |                 |         |         |         |         | \$ 0.00         |
| Land Acquisition           |                 |         |         |         |         | \$ 0.00         |
| Indirects                  |                 |         |         |         |         | \$ 0.00         |
| Other                      |                 |         |         |         |         | \$ 0.00         |
| <b>Total</b>               | \$ 4,286,200.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 4,286,200.00 |

| Funding Sources                                                 | Year 1          | Year 2  | Year 3  | Year 4  | Year 5  | Total           |
|-----------------------------------------------------------------|-----------------|---------|---------|---------|---------|-----------------|
| Tidelands Funding Reallocated<br>(Project #: _____, Year _____) |                 |         |         |         |         | \$ 0.00         |
| Tidelands Funding Awarded                                       | 500000          |         |         |         |         | \$ 500,000.00   |
| Federal Grants Funding                                          | 3786200         |         |         |         |         | \$ 3,786,200.00 |
| FEMA Funding                                                    |                 |         |         |         |         | \$ 0.00         |
| MEMA Funding                                                    |                 |         |         |         |         | \$ 0.00         |
| CDBG Funding                                                    |                 |         |         |         |         | \$ 0.00         |
| In-Kind Donations                                               |                 |         |         |         |         | \$ 0.00         |
| Other                                                           |                 |         |         |         |         | \$ 0.00         |
| <b>Total</b>                                                    | \$ 4,286,200.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | \$ 4,286,200.00 |

#### Instructions:

1. If project will be completed in one year, complete only the "Year 1" budget column.
2. If project will be completed in two years, complete "Year 1" and "Year 2" columns.
3. Follow the same process as above for "Year 3", "Year 4", and "Year 5", if project will not be completed for 5 years.



228.222.4626  
228.222.4390  
5000 Diamondhead Circle · Diamondhead, MS 39525-3260  
www.diamondhead.ms.gov



September 9, 2026

City Council  
5000 Diamondhead Circle  
Diamondhead, MS 39525

Dear City Council,

I am writing to respectfully request the City Council's approval to purchase a portion of Tax Parcel No. 132-0-09-001.002, currently owned by Michael Casano. The portion proposed for purchase consists of approximately 10,372 square feet, or 0.24 acres.

The City intends to utilize this property for parking and as the primary trailhead for the Rotten Bayou Nature Trail. Acquiring this property will provide the necessary space to establish a designated trailhead and parking area, improving accessibility and functionality for residents and visitors who will utilize the trail. This acquisition will also support the City's efforts to enhance public access to the Rotten Bayou Nature Trail and surrounding recreational amenities.

Two appraisals have been completed for the property. Based on the higher of the two appraised values, a fair market value has been established at \$7,200. With the importance of this property to the successful development and operation of the Rotten Bayou Nature Trail, I believe the acquisition represents a reasonable and beneficial investment for the City.

I respectfully recommend that the City Council approve the purchase of the approximately 10,372-square-foot portion of Tax Parcel No. 132-0-09-001.002 for the appraised value of \$7,200 and authorize the appropriate City officials to take all necessary actions to complete the purchase. This acquisition will provide a valuable public benefit and help ensure the successful completion and long-term accessibility of the Rotten Bayou Nature Trail.

Sincerely,



Jon McCraw

# Appraisal Report

Report Date: 08/24/2026

**Parcel:**  
157-4-00-001-000

  
Operator:

**Parcel Number:** 157-4-00-001-000  
**Owner Name:** CASANO MICHAEL J  
**Owner Address:** 4041 E 41 AVE DR  
**Owner Cnty:** State ZIP: DUNDAS/MD/CA  
MD 38672

**Physical Attributes:**  
**Improvement Type:**  
**Year Built:** 0  
**Base Area:** 0  
**Adjusted Area:** 0  
**Actual Total Value:** 2366  
**Variable Total Value:** 0  
**Estimated Tax:** 42.64

**Homestead Exemption:** NA  
**Legal Desc:** 2021  
**Deed Page:** 18646  
**Legal Description 1:** PT SEC 4 & 5  
**Legal Description 2:**  
**Legal Description 3:**  
**Legal Description 4:**  
**Legal Description 5:**



Purchase Order # 20260607

Valbridge File Number:  
MS01-26-2733





1010 Ford Street  
Gulfport, Mississippi 39507  
228.604.1900 phone  
228.604.1920 fax  
valbridge.com

05/11/2022

Everette E. Ladner III, MAI, SRA  
228.604.1900  
eladner@valbridge.com

Mr. Jon McCraw  
City Manager  
City of Diamondhead  
5000 Diamondhead Circle  
Diamondhead, Mississippi 39525

RE: Appraisal Report  
City of Diamondhead - Noma Drive Parking Fee Take  
North side of Noma Drive  
Diamondhead, Hancock County, Mississippi 39525

Dear Mr. McCraw:

In accordance with your request, we have performed an appraisal of the above referenced property. This appraisal report sets forth the pertinent data gathered, the techniques employed, and the reasoning leading to our value opinions. This letter of transmittal does not constitute an appraisal report and the rationale behind the value opinion(s) reported cannot be adequately understood without the accompanying appraisal report.

The subject property, as referenced above, is located along the north side of Noma Drive, west of Gex Drive, and north of Interstate 10, within Diamondhead, Hancock County, Mississippi and is further identified as tax parcel number 132 -0-09-001.002 (part of). The larger parcel is a 9.33-gross acres or 406,490-gross square-foot parcel. The subject property (larger parcel) is an unimproved tract, and the acquisition is a partial taking. The purpose of this appraisal report is to estimate the 'Just Compensation' for a proposed acquisition comprising 10,372 square feet to be used for parking by the City of Diamondhead.

We developed our analyses, opinions, and conclusions and prepared this report in conformity with the Uniform Standards of Professional Appraisal Practice (USPAP) of the Appraisal Foundation; the Code of Professional Ethics and Standards of Professional Appraisal Practice of the Appraisal Institute; the Financial Institutions Reform, Recovery, and Enforcement Act (FIRREA); and the requirements of our client as we understand them.



The client in this assignment is City of Diamondhead and the intended users of this report are City of Diamondhead and /or their assignees and no others. The sole intended use is for acquisition of 10,372 square feet (0.24 acres) of land out of the subject whole property for the purpose of a parking acquisition (fee take) by the City of Diamondhead. The value opinions reported herein are subject to the definitions, assumptions, limiting conditions, and certifications contained in this report.

The findings and conclusions are further contingent upon the following extraordinary assumptions and/or hypothetical conditions, the use of which might have affected the assignment results:

#### Extraordinary Assumptions:

- A review of the Wetlands Inventory Map indicates that the subject tract (or a portion) contains low areas (possibly wetlands). A wetlands delineation map was not provided for us to review. This appraisal assumes that there are some low areas but the exact amount and the specific location is unknown. We reserve the right to revise this report if a Wetlands Delineation report and/or map is provided.
- The survey prepared by Chiniche and dated 4/20/2026 depicts the acquisition as an easement. However, the client confirmed that the acquisition is actually a fee taking, therefore, the just compensation is based on the acquisition as a fee take, not an easement.

#### Hypothetical Conditions:

- As discussed throughout this appraisal report, the 'after' value of the subject parcel assumes that the proposed acquisition is in place. The 'after' value is based on something contrary to what exists as of the effective date of this appraisal report. This scenario represents a hypothetical condition. The result of the hypothetical condition being applied is the value of the property 'as if' the proposed acquisition has occurred. If the hypothetical condition were not applied, the value of the property is the 'before' value.

Based on the analysis contained in the following report, our value conclusions are summarized as follows:

| <b>Compensation Summary</b>                     |                |
|-------------------------------------------------|----------------|
| Partial Acquisition                             | \$7,200        |
| Site Improvements                               | \$0            |
| Damages (Remainder Before less Remainder After) | \$0            |
| Cost to Cure                                    | \$0            |
| <b>Total Compensation (08-12-26)</b>            | <b>\$7,200</b> |



Mr. Jon McCraw  
City of Diamondhead  
Page 3

We appreciate the opportunity to provide real estate appraisal services to you and City of Diamondhead. After your review, should you have questions, please contact us.

Respectfully submitted,  
Valbridge Property Advisors | South-Central Mississippi

A handwritten signature in black ink, appearing to read "Everett E. Ladner III".

Everette E. Ladner III, MAI, SRA, R/W-AC  
State-Licensed Cert. Gen. R. E. Appraiser  
State License Cert. # GA 567  
License Cert Expires 09/30/2026

A handwritten signature in black ink, appearing to read "Patricia C. Ladner".

Patricia C. Ladner  
State-Licensed Cert. Gen. R. E. Appraiser  
State License Cert. # GA 731  
License Cert Expires 08/31/2028



# **APPRAISAL REPORT OF**

**2.18 Acres at West End of Noma Drive**

**West end of Noma Drive**

**Diamondhead, MS 39525**

## **AS OF**

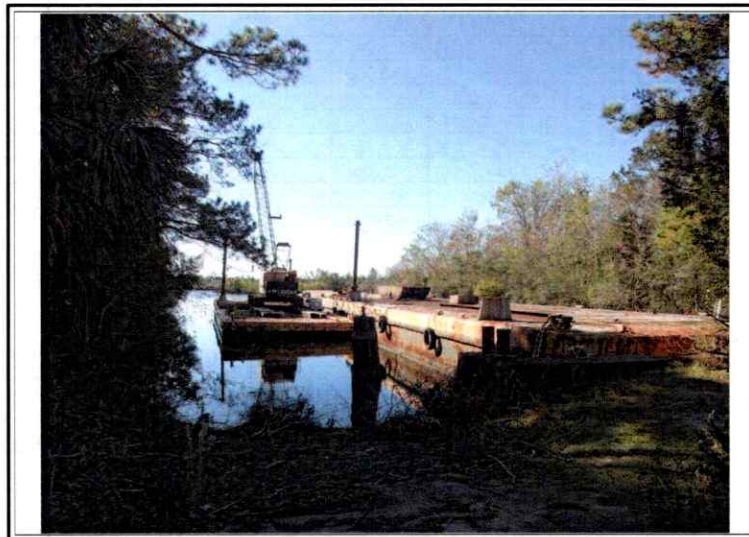
**November 29, 2021**

## **PREPARED FOR**

**Michael J. Casano  
4403 W Aloha Dr  
Diamondhead, MS 39525,**

## **PREPARED BY**

**ALLEN PURVIS  
ALLEN PURVIS AND ASSOCIATES, INC.  
14349 Brettonwood Cove  
Gulfport, MS 39503**



## LAND APPRAISAL REPORT

File No. 21-1210

Case No.

Item No.9.

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------|--------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------|---------------------------------------------------------|
| IDENTIFICATION                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Client <u>Michael J. Casano</u> Census Tract _____ Map Reference _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Property Address <u>West end of Noma Drive</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                   |                                                                                                              |                                                                   |                                                         |
| NEIGHBORHOOD                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | City <u>Diamondhead</u> County <u>Hancock</u> State <u>MS</u> Zip Code <u>39525</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Legal Description <u>Metes and bounds description of 2.18 acres in Section 9, T8S, R14W Hancock County, MS</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Sale Price \$ <u>Price/Acre</u> Date of Value <u>11/29/21</u> Loan Term <u>N/A</u> yrs. Property Rights Appraised <input checked="" type="checkbox"/> Fee <input type="checkbox"/> Leasehold <input type="checkbox"/> De Minimis PUD                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Actual Real Estate Taxes \$ <u>unknown</u> (yr) Loan Charges to be paid by seller \$ <u>N/A</u> Other Sales Concessions <u>N/A</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Lender/Client <u>Michael J. Casano</u> Address <u>4403 W Aloha Dr, Diamondhead, MS 39525</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Occupant <u>vacant land</u> Appraiser <u>ALLEN PURVIS</u> Instructions to Appraiser <u>estimate market value of land only as of 11/29/21, the date of inspection.</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Location <input checked="" type="checkbox"/> Urban <input type="checkbox"/> Suburban <input type="checkbox"/> Rural                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Built Up <input type="checkbox"/> Over 75% <input checked="" type="checkbox"/> 25% to 75% <input type="checkbox"/> Under 25%                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Growth Rate <input type="checkbox"/> Fully Dev. <input type="checkbox"/> Rapid <input checked="" type="checkbox"/> Steady <input type="checkbox"/> Slow                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Property Values <input type="checkbox"/> Increasing <input checked="" type="checkbox"/> Stable <input type="checkbox"/> Declining                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                                   |                                                                                                              |                                                                   |                                                         |
| Demand/Supply <input type="checkbox"/> Shortage <input checked="" type="checkbox"/> In Balance <input type="checkbox"/> Oversupply                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Marketing Time <input type="checkbox"/> Under 3 Mos. <input checked="" type="checkbox"/> 3-6 Mos. <input type="checkbox"/> Over 6 Mos.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Present Land Use <u>70 %1 Family</u> <u>%2-4 Family</u> <u>% Apts</u> <u>5 % Condo</u> <u>5 % Commercial</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| <u>%Industrial</u> <u>10 % Vacant</u> <u>10 % recreational, golf, swimming, etc</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Change In Present Land Use <input type="checkbox"/> Not Likely <input type="checkbox"/> Likely(*) <input checked="" type="checkbox"/> Taking Place (*)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| (*) From <u>70% residential</u> To <u>80% residential</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Predominate Occupancy <input checked="" type="checkbox"/> Owner <input type="checkbox"/> Tenant <u>3 % Vacant</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Single Family Price Range \$ <u>120,000</u> to \$ <u>500,000+</u> Predominant Value \$ <u>200-300</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Single Family Age <u>0</u> yrs to <u>50</u> yrs. Predominant Age <u>10-30</u> yrs                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| <p>Comments including those factors, favorable or unfavorable, affecting marketability (e.g. public parks, schools, view, noise): <u>Diamondhead, MS is an incorporated city which began as a 6,000 acre residential development in 1970. There are 2 golf courses, parks, pools &amp; other recreational amenities. Today the project is about 75% developed. There are vacant lots and vacant undeveloped land in the city. Students attend private or county schools. The home market is generally good in Diamondhead. There are retail stores, banks, clinics, etc at Diamondhead. Proximity to I-10 access enables owners to commute to several coastal cities.</u></p> |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| SITE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | Dimensions <u>See attached survey</u> = <u>2.18 acres</u> <input type="checkbox"/> Corner Lot                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Zoning Classification <u>PR &amp; PFR, See additional comments</u> Present Improvements <input type="checkbox"/> do <input type="checkbox"/> do not conform to zoning regulations                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Highest and best use <input type="checkbox"/> Present use <input checked="" type="checkbox"/> Other (specify) <u>recreational uses for private or public groups</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Public <input checked="" type="checkbox"/> Other (Describe) _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Elec. <input checked="" type="checkbox"/> _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Gas <input type="checkbox"/> _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Water <input checked="" type="checkbox"/> _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | San. Sewer <input checked="" type="checkbox"/> _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | <input type="checkbox"/> Underground Elect. & Tel. <input type="checkbox"/> Sidewalk <input type="checkbox"/> Street Lights                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | OFF SITE IMPROVEMENTS                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                                                   |                                                                                                              |                                                                   |                                                         |
| Street Access <input checked="" type="checkbox"/> Public <input type="checkbox"/> Private                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Surface <u>Asphalt and dirt</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Maintenance <input checked="" type="checkbox"/> Public <input type="checkbox"/> Private                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| <input type="checkbox"/> Storm Sewer <input type="checkbox"/> Curb/Gutter                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Topo <u>Mostly level</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Size <u>adequate for the highest and best use</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Shape <u>Irregular</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| View <u>Of Rotten Bayou</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Drainage <u>Adequate drainage toward adjacent wetlands and the bayou</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Is the property located in a HUD identified Special Flood Hazard Area? <input type="checkbox"/> No <input checked="" type="checkbox"/> Yes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| <p>Comments (favorable or unfavorable including any apparent adverse easements, encroachments or other adverse conditions): <u>This land was surveyed from a larger tract to provide 2.18 acres of uplands connecting with Noma Drive and extending to the shore of Jordan River for the purpose of providing a boat launch, parking and other facilities for residents of Diamondhead. The elevation is 4-6 ft above sea level, has a sparse stand of pine &amp; other trees. It is in a Flood Zone AE according to a map in this report. The water frontage is the key feature of the land. See maps.</u></p>                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| MARKET DATA ANALYSIS                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | The undersigned has recited three recent sales of properties most similar and proximate to subject and has considered these in the market analysis. The description includes a dollar adjustment reflecting market reaction to those items of significant variation between the subject and comparable properties. If a significant item in the comparable property is superior to or more favorable than the subject property, a minus (-) adjustment is made thus reducing the indicated value of subject; if a significant item in the comparable is inferior to or less favorable than the subject property, a plus (+) adjustment is made thus increasing the indicated value of the subject. |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | SUBJECT PROPERTY                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                   | COMPARABLE NO.1                                                                                              | COMPARABLE NO.2                                                   | COMPARABLE NO.3                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Address <u>West end of Noma Drive</u><br><u>Diamondhead, MS 39525</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                                                   | <u>W/S Hwy 603 at Jordan River</u><br><u>Kiln, MS</u>                                                        | <u>Sugarfield Rd @ Bayou La Croix</u><br><u>Bay St. Louis, MS</u> | <u>River Trace Rd @ Jordan River</u><br><u>Kiln, MS</u> |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Proximity to Subject                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                   | <u>3 miles NW</u>                                                                                            | <u>3 miles SW</u>                                                 | <u>2.8 miles NW</u>                                     |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Sales Price \$ <u>Price/Acre</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                   | \$ <u>39,300/ac</u>                                                                                          | \$ <u>48,724/ac</u>                                               | \$ <u>39,286/ac</u>                                     |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Price / per lot \$ <u>0</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                   | \$ <u>550,000</u>                                                                                            | \$ <u>210,000</u>                                                 | \$ <u>330,000</u>                                       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Data Source <u>inspection</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                                                   | MLS & Data Files                                                                                             |                                                                   | MLS & Data Files                                        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Date of Sale and <u>DESCRIPTION</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                   | <u>DESCRIPTION</u>                                                                                           | <u>DESCRIPTION</u>                                                | <u>DESCRIPTION</u>                                      |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Time Adjustment <u>11/29/21</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   | <u>7/2/20</u>                                                                                                | <u>10/04/21</u>                                                   | <u>3/17/21</u>                                          |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Location <u>Ave-Good</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                                                   | <u>very good</u>                                                                                             | <u>very good</u>                                                  | <u>Good</u>                                             |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Site/View <u>river frontage</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   | <u>river frontage</u>                                                                                        | <u>bayou front</u>                                                | <u>river frontage</u>                                   |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | upland acres <u>2.18 acres</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                                   | <u>14 acres</u>                                                                                              | <u>4.31 acres</u>                                                 | <u>8.4 acres</u>                                        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Flood Zone <u>AE Zone</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |                                                   | <u>AE Zone</u>                                                                                               | <u>AE Zone</u>                                                    | <u>X &amp; AE Zone</u>                                  |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Zoning <u>PR &amp; PFR</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                   | <u>commercial zoning</u>                                                                                     | <u>Residential zoning</u>                                         | <u>Residential zoning</u>                               |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Utilities Available <u>all public</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                                                   | <u>all public</u>                                                                                            | <u>all public</u>                                                 | <u>all public</u>                                       |
| Sales or Financing <u>Cash Sale</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>cash sale</u>                                  | <u>owner financed</u>                                                                                        | <u>-5000/ac</u>                                                   |                                                         |
| Concessions <u>anticipated</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| Net Adj.(Total)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>Plus X Minus \$ -15,000</u>                    | <u>Plus X Minus \$ -20,000</u>                                                                               | <u>Plus X Minus \$ -10,000.00</u>                                 |                                                         |
| Indicated Value of Subject                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>Net=-38%</u>                                   | <u>Net=-41%</u>                                                                                              | <u>Net=-25%</u>                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | <u>Gross=64%</u>                                  | <u>Gross=41%</u>                                                                                             | <u>Gross=51%</u>                                                  |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | \$ <u>24,300</u>                                  | \$ <u>28,724</u>                                                                                             | \$ <u>29,286</u>                                                  |                                                         |
| <p>Comments on Market Data <u>All 3 sales and the subject had some improvements at the water's edge. The water frontage features of the sales were considered superior to the subject's degree of water frontage and view. All had about the same elevation and risk of flooding. The zoning of the subject limited the potential uses of the subject land compared to the 3 sales.</u></p>                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| <p>Comments and Conditions of Appraisal: <u>There are special conditions of the appraisal. The 3 sales took place in 2020 and 2021 and are on waterways connected to the Jordan River where the subject land is located.</u></p>                                                                                                                                                                                                                                                                                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                   |                                                                                                              |                                                                   |                                                         |
| RECONCILIATION                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Final Reconciliation: <u>Based on the number of and total net adjustments to the sales, the weights to the sales were: #1: 30%, #2: 20%, and #3: 50%. The weighted average value was \$27,700/acre. Based on the three sales, as adjusted, it is my opinion that the market value of this land as of the date of appraisal was 2.18 acres @ \$27,700/acre = \$60,386, Rounded to \$60,400.</u>                                                                                                                                                                                                                                                                                                     |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | I ESTIMATE THE MARKET VALUE, AS DEFINED, OF SUBJECT PROPERTY AS OF <u>November 29, 2021</u> to be \$ <u>60,400</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                   |                                                                                                              |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Appraiser(s) <u>Allen Purvis</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                   | Review Appraiser (if applicable)<br><input type="checkbox"/> Did <input type="checkbox"/> Did Not Physically |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Date Report Signed <u>December 29, 2021</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                   | Inspect Property _____                                                                                       |                                                                   |                                                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | State Certification # <u>Certified General Appr #GA-198</u> State <u>MS</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                                   | State Certification # _____ State _____                                                                      |                                                                   |                                                         |
| Or State License # _____ State _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | Or State License # _____ State _____              |                                                                                                              |                                                                   |                                                         |
| Expiration Date of License or Certification <u>1/31/22</u>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | Expiration Date of License or Certification _____ |                                                                                                              |                                                                   |                                                         |



Allen Purvis And Associates, Inc.  
**COMMENT ADDENDUM**

File No. 21-1210  
 Case No.

Borrower Michael J. Casano

Property Address West end of Noma Drive

City Diamondhead County Hancock State MS Zip Code 39525

Lender/Client Michael J. Casano Address 4403 W Aloha Dr, Diamondhead, MS 39525,

## OWNERSHIP HISTORY

The subject property has been owned by the current owners of record or family members for longer than three years prior to the date of this appraisal. To my knowledge there were no offers, options, or contracts to sell the subject property in the last three years.

## EXPOSURE TIME:

According to Statement On Appraisal Standards No. 6 by the Appraisal Foundation, found in the Uniform Standards of Professional Appraisal Practice (USPAP) exposure time may be defined as follows:

**the estimated length of time the property interest being appraised would have been offered on the market prior to the hypothetical consummation of a sale at market value on the effective date of appraisal; a retrospective opinion based upon analysis of past events assuming a competitive and open market.**

The exposure time for the subject property to have sold at the market value reported, as of November 29, 2021, was determined to be 12-18 months.

## PRIOR APPRAISALS:

Prior to this assignment, your appraiser has not performed any appraisal or other real estate services involving this property within the last three years.

## INTENDED USE OF APPRAISAL:

It was your appraiser's understanding that the intended use of the appraisal was to facilitate the donation of the subject land from the owners to the city of Diamondhead, for future recreational purposes.

## INTENDED USERS OF APPRAISAL:

It was your appraiser's understanding that the intended users of the appraisal consisted of the owners of record, the mayor and council of the city of Diamondhead, and eventually the Internal Revenue Service when the owners file an income tax return claiming a donation to the city for the conveyance of the land.

## Legal Uses of the Land, from Zoning Ordinance:

The following is a list of uses by right, uses by Planning Commission approval and Uses accepted by Conditional Use: Agricultural, amusement center, outdoor amusement facility, water park, baseball park, boat building, temporary carnival or circus location, cemetery, church, city facilities, civic cultural or community center, convention center, utility substation, fair grounds, fire or police station, general business office, golf course or driving range, hospital, libraries, marina, private club, miniature golf, parking garage, pier, dock, boat livery, boat launch area & related recreational uses, public parks, recreational vehicle park, restaurant, riding academy, public schools, elevated water storage, wildlife sanctuary, well drilling company, gravel and similar bulk storage.

Borrower Michael J. Casano

Property Address West end of Noma Drive

|               |                   |                                                 |         |       |    |          |       |
|---------------|-------------------|-------------------------------------------------|---------|-------|----|----------|-------|
| City          | Diamondhead       | County                                          | Hancock | State | MS | Zip Code | 39525 |
| Lender/Client | Michael J. Casano | Address 4403 W Aloha Dr, Diamondhead, MS 39525, |         |       |    |          |       |

17-057-00712/01/2021PROPERTY TRANSFER FROM CASANO TO CITY OF DIAMONDHEAD (NOMA DRIVE)SURVEY DESCRIPTION:

COMMENCING AT A CAPPED 1/2" IRON ROD FOUND AT THE NORTHWEST CORNER OF LOT 116, BLOCK 2, DIAMONDHEAD SUBDIVISION, UNIT 1, PHASE 3, HANCOCK COUNTY, MISSISSIPPI AND RUN N25°49'10"W FOR 60.00 FEET TO THE NORTHERN RIGHT OF WAY OF NOMA DRIVE; THENCE RUN S59°34'14"W ALONG SAID RIGHT OF WAY FOR 74.00 FEET; THENCE RUN ALONG SAID RIGHT OF WAY AND ALONG THE ARC OF A CURVE TO THE RIGHT, HAVING A CENTRAL ANGLE OF 25°40'00", A RADIUS OF 1041.89 FEET, AN ARC LENGTH OF 466.73 FEET AND A CHORD OF S78°21'12"W FOR 462.84 FEET TO A 1/2" IRON ROD FOUND; THENCE RUN N76°52'22"W ALONG SAID RIGHT OF WAY FOR 671.65 FEET TO A CAPPED 1/2" IRON ROD SET, AT THE POINT OF BEGINNING. THENCE LEAVING SAID RIGHT OF WAY RUN S13°07'38"W FOR 340.02 FEET TO A CAPPED 1/2" IRON ROD SET; THENCE RUN N76°52'34"W FOR 188.00 FEET TO A CAPPED 1/2" IRON ROD SET; THENCE RUN N13°07'38"E FOR 242.68 FEET TO A CAPPED 1/2" IRON ROD SET; THENCE RUN WEST FOR 223.70 FEET TO A CAPPED 1/2" IRON ROD SET; THENCE RUN N44°59'40"W FOR 43.62 FEET TO A CAPPED 1/2" IRON ROD SET; THENCE RUN S73°57'10"W FOR 23.48 FEET TO A CAPPED 1/2" IRON ROD SET AS REFERENCE; THENCE CONTINUE S73°57'10"W FOR 60.00 FEET; THENCE RUN N57°34'59"E FOR 49.48 FEET; THENCE RUN N17°34'58"W FOR 36.68 FEET; THENCE RUN N72°25'02"E FOR 20.00 FEET TO A CAPPED 1/2" IRON ROD SET AS REFERENCE; THENCE CONTINUE N72°25'02"E FOR 173.76 FEET TO A CAPPED 1/2" IRON ROD SET; THENCE RUN S76°52'22"E FOR 333.28 FEET BACK TO THE POINT OF BEGINNING. SAID PARCEL OF LAND IS A PART OF THE NORTH 1/2 OF SECTION 9, TOWNSHIP 9 SOUTH, RANGE 14 WEST, HANCOCK COUNTY, MISSISSIPPI AND CONTAINING 2.18 ACRES MORE OR LESS.



Allen Purvis And Associates, Inc.  
**SUBJECT PHOTO ADDENDUM**

File No. 21-1210  
Case No.

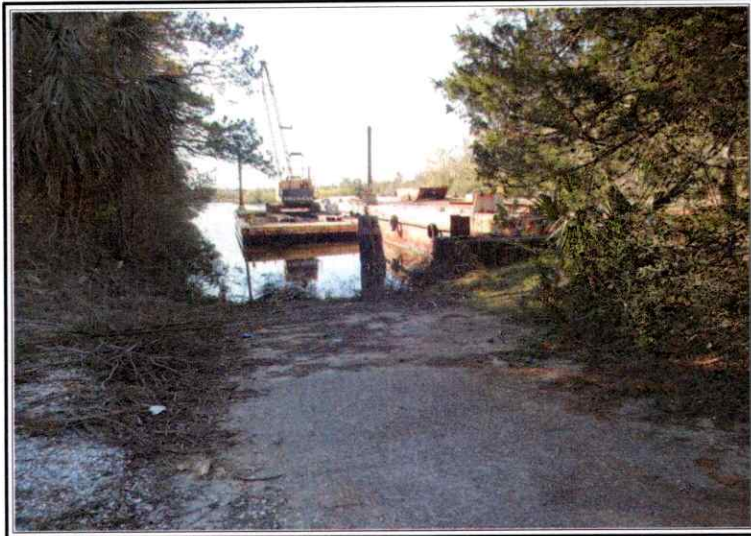
Item No.9.

Borrower Michael J. Casano

Property Address West end of Noma Drive

City Diamondhead County Hancock State MS Zip Code 39525

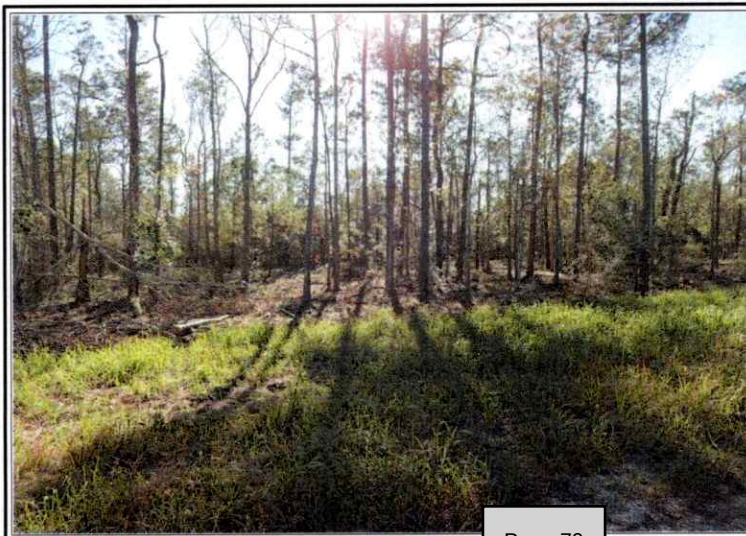
Lender/Client Michael J. Casano Address 4403 W Aloha Dr, Diamondhead, MS 39525,



View of the subject site at the water's edge.



Looking East along Noma Dr (extended) from near the bayou.



View of the location of the proposed parking lot for the boat launch.



Allen Purvis And Associates, Inc.  
**SUBJECT PHOTO ADDENDUM**

File No. 21-1210  
Case No.

Item No.9.

Borrower Michael J. Casano

Property Address West end of Noma Drive

City Diamondhead County Hancock State MS Zip Code 39525

Lender/Client Michael J. Casano Address 4403 W Aloha Dr, Diamondhead, MS 39525,



Looking westerly along Noma Dr  
from the east end of subject land.



Looking East at the subject land.



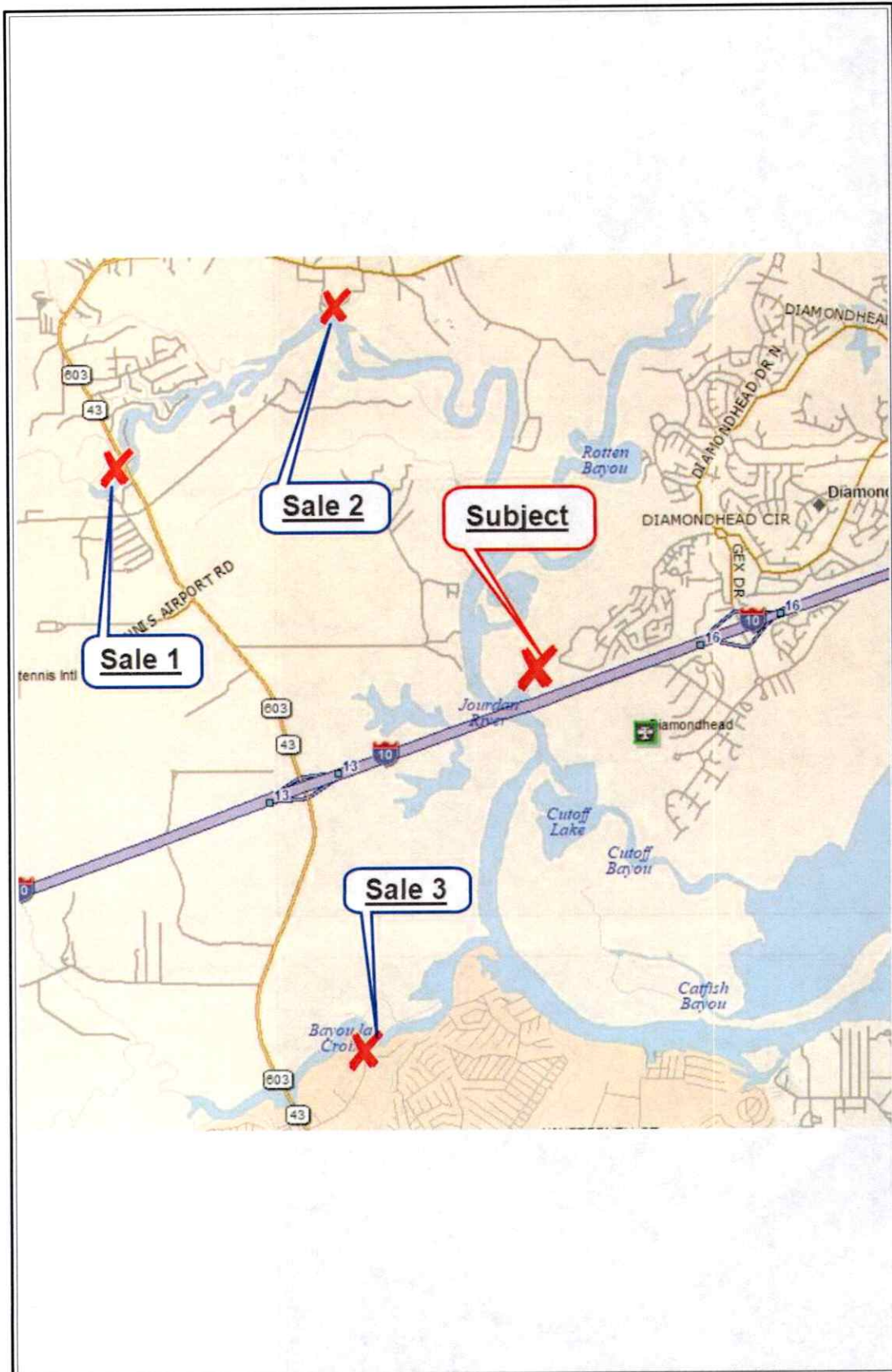
Typical view of the subject land.

Allen Purvis And Associates, Inc.  
**LOCATION MAP ADDENDUM**

File No. 21-1210  
Case No.

Item No.9.

|                  |                        |        |                                                 |       |    |                |
|------------------|------------------------|--------|-------------------------------------------------|-------|----|----------------|
| Borrower         | Michael J. Casano      |        |                                                 |       |    |                |
| Property Address | West end of Noma Drive |        |                                                 |       |    |                |
| City             | Diamondhead            | County | Hancock                                         | State | MS | Zip Code 39525 |
| Lender/Client    | Michael J. Casano      |        | Address 4403 W Aloha Dr, Diamondhead, MS 39525, |       |    |                |



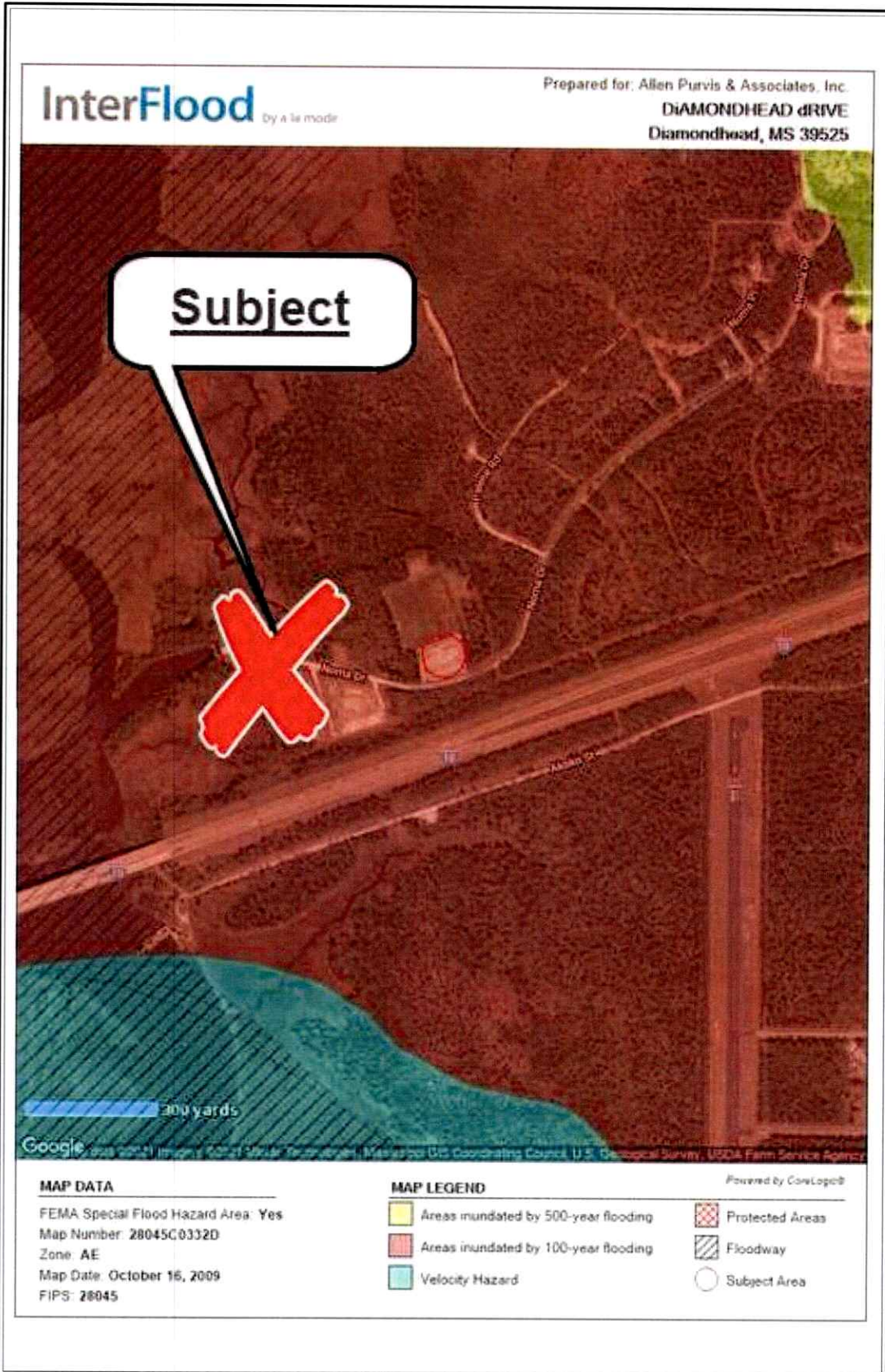


Borrower Michael J. Casano

Property Address West end of Noma Drive

City Diamondhead County Hancock State MS Zip Code 39525

Lender/Client Michael J. Casano Address 4403 W Aloha Dr, Diamondhead, MS 39525,



This appraisal report is subject to the scope of work, intended use, intended user, definition of market value, statement of assumptions and limiting conditions, and certifications. The appraiser may expand the scope of work to include any additional research or analysis necessary based on the complexity of this appraisal assignment.

**SCOPE OF WORK:** The scope of work for this appraisal is defined by the complexity of this appraisal assignment and the reporting requirements of this appraisal, including the following definition of market value, statement of assumptions and limiting conditions, and certifications. The appraiser must, at a minimum: (1) perform a complete visual inspection of the subject property, (2) inspect the neighborhood, (3) inspect each of the comparable sales from at least the street, (4) research, verify, and analyze data from reliable public and/or private sources, and (5) report his or her analysis, opinions, and conclusions in this appraisal report.

**INTENDED USE:** The intended use of this appraisal report is for the lender/client to evaluate the property that is the subject of this appraisal for a mortgage finance transaction.

**INTENDED USER:** The intended user of this appraisal report is the lender/client.

**DEFINITION OF MARKET VALUE:** The most probable price which a property should bring in a competitive and open market under all conditions requisite to a fair sale, the buyer and seller, each acting prudently, knowledgeably and assuming the price is not affected by undue stimulus. Implicit in this definition is the consummation of a sale as of a specified date and the passing of title from seller to buyer under conditions whereby: (1) buyer and seller are typically motivated; (2) both parties are well informed or well advised, and each acting in what he or she considers his or her own best interest; (3) a reasonable time is allowed for exposure in the open market; (4) payment is made in terms of cash in U. S. dollars or in terms of financial arrangements comparable thereto; and (5) the price represents the normal consideration for the property sold unaffected by special or creative financing or sales concessions\* granted by anyone associated with the sale.

\*Adjustments to the comparables must be made for special or creative financing or sales concessions. No adjustments are necessary for those costs which are normally paid by sellers as a result of tradition or law in a market area; these costs are readily identifiable since the seller pays these costs in virtually all sales transactions. Special or creative financing adjustments can be made to the comparable property by comparisons to financing terms offered by a third party institutional lender that is not already involved in the property or transaction. Any adjustment should not be calculated on a mechanical dollar for dollar cost of the financing or concession but the dollar amount of any adjustment should approximate the market's reaction to the financing or concessions based on the appraiser's judgment.

**STATEMENT OF ASSUMPTIONS AND LIMITING CONDITIONS:** The appraiser's certification in this report is subject to the following assumptions and limiting conditions:

1. The appraiser will not be responsible for matters of a legal nature that affect either the property being appraised or the title to it, except for information that he or she became aware of during the research involved in performing this appraisal. The appraiser assumes that the title is good and marketable and will not render any opinions about the title.
2. The appraiser has examined the available flood maps that are provided by the Federal Emergency Management Agency (or other data sources) and has noted in this appraisal report whether any portion of the subject site is located in an identified Special Flood Hazard Area. Because the appraiser is not a surveyor, he or she makes no guarantees, express or implied, regarding this determination.
3. The appraiser will not give testimony or appear in court because he or she made an appraisal of the property in question, unless specific arrangements to do so have been made beforehand, or as otherwise required by law.
4. The appraiser has noted in this appraisal report any adverse conditions (such as the presence of hazardous wastes, toxic substances, etc.) observed during the inspection of the subject property or that he or she became aware of during the research involved in performing this appraisal. Unless otherwise stated in this appraisal report, the appraiser has no knowledge of any hidden or unapparent deficiencies or adverse conditions of the property (such as, but not limited to, the presence of hazardous wastes, toxic substances, adverse environmental conditions, etc.) that would make the property less valuable, and has assumed that there are no such conditions and makes no guarantees or warranties, express or implied. The appraiser will not be responsible for any such conditions that do exist or for any engineering or testing that might be required to discover whether such conditions exist. Because the appraiser is not an expert in the field of environmental hazards, this appraisal report must not be considered as an environmental assessment of the property.
5. If the appraiser has based his or her appraisal report and valuation conclusion for an appraisal subject to certain conditions, it is assumed that the conditions will be met in a satisfactory manner.

**APPRAISER'S CERTIFICATION:** The Appraiser certifies and agrees that:

1. I have, at a minimum, developed and reported this appraisal in accordance with the scope of work requirements stated in this appraisal report.
2. I performed a complete visual inspection of the subject property. I reported the site characteristics in factual, specific terms.
3. I performed this appraisal in accordance with the requirements of the Uniform Standards of Professional Appraisal Practice that were adopted and promulgated by the Appraisal Standards Board of The Appraisal Foundation and that were in place at the time this appraisal report was prepared.
4. I developed my opinion of the market value of the real property that is the subject of this report based on the sales comparison approach to value. I have adequate comparable market data to develop a reliable sales comparison approach for this appraisal assignment.
5. I researched, verified, analyzed, and reported on any current agreement for sale for the subject property, any offering for sale of the subject property in the twelve months prior to the effective date of this appraisal, and the prior sales of the subject property for a minimum of three years prior to the effective date of this appraisal, unless otherwise indicated in this report.
6. I researched, verified, analyzed, and reported on the prior sales of the comparable sales for a minimum of one year prior to the date of sale of the comparable sale, unless otherwise indicated in this report.
7. I selected and used comparable sales that are locationally, physically, and functionally the most similar to the subject property.
8. I have reported adjustments to the comparable sales that reflect the market's reaction to the differences between the subject property and the comparable sales.
9. I verified, from a disinterested source, all information in this report that was provided by parties who have a financial interest in the sale or financing of the subject property.
10. I have knowledge and experience in appraising this type of property in this market area.
11. I am aware of, and have access to, the necessary and appropriate public and private data sources, such as multiple listing services, tax assessment records, public land records and other such data sources for the area in which the property is located.
12. I obtained the information, estimates, and opinions furnished by other parties and expressed in this appraisal report from reliable sources that I believe to be true and correct.
13. I have taken into consideration the factors that have an impact on value with respect to the subject neighborhood, subject property, and the proximity of the subject property to adverse influences in the development of my opinion of market value. I have noted in this appraisal report any adverse conditions (such as, but not limited to, the presence of hazardous wastes, toxic substances, adverse environmental conditions, etc.) observed during the inspection of the subject property or that I became aware of during the research involved in performing this appraisal. I have considered these adverse conditions in my analysis of the property value, and have reported on the effect of the conditions on the value and marketability of the subject property.
14. I have not knowingly withheld any significant information from this appraisal report and, to the best of my knowledge, all statements and information in this appraisal report are true and correct.
15. I stated in this appraisal report my own personal, unbiased, and professional analysis, opinions, and conclusions, which are subject only to the assumptions and limiting conditions in this appraisal report.
16. I have no present or prospective interest in the property that is the subject of this report, and I have no present or prospective personal interest or bias with respect to the participants in the transaction. I did not base, either partially or completely, my analysis and/or opinion of market value in this appraisal report on the race, color, religion, sex, age, marital status, handicap, familial status, or national origin of either the prospective owners or occupants of the subject property or of the present owners or occupants of the properties in the vicinity of the subject property or on any other basis prohibited by law.
17. My employment and/or compensation for performing this appraisal or any future or anticipated appraisals was not conditioned on any agreement or understanding, written or otherwise, that I would report (or present analysis supporting) a predetermined specific value, a predetermined minimum value, a range or direction in value, a value that favors the cause of any party, or the attainment of a specific result or occurrence of a specific subsequent event (such as approval of a pending mortgage loan application).
18. I personally prepared all conclusions and opinions about the real estate that were set forth in this appraisal report. If I relied on significant real property appraisal assistance from any individual or individuals in the performance of this appraisal or the preparation of this appraisal report, I have named such individual(s) and disclosed the specific tasks performed in this appraisal report. I certify that any individual so named is qualified to perform the tasks. I have not authorized anyone to make a change to any item in this appraisal report; therefore, any change made to this appraisal is unauthorized and I will take no responsibility for it.
19. I identified the lender/client in this appraisal report who is the individual, organization, or agent for the organization that ordered and will receive this appraisal report.
20. The lender/client may disclose or distribute this appraisal report to: the borrower; another lender at the request of the borrower; the mortgagee or its successors and assigns; mortgage insurers; government sponsored enterprises; other secondary market participants; data collection or reporting services; professional appraisal organizations; any department agency, or instrumentality of the United States; and any state, the District of Columbia, or other jurisdictions; without having to obtain the appraiser's or supervisory appraiser's (if applicable) consent. Such consent must be obtained before this appraisal report may be disclosed or distributed to any other party (including, but not limited to, the public through advertisements, relations, news, sales, or other media).



21. I am aware that any disclosure or distribution of this appraisal report by me or the lender/client may be subject to certain laws and regulations. Further, I am also subject to the provisions of the Uniform Standards of Professional Appraisal Practice that pertain to disclosure or distribution by me.

22. If this appraisal report was transmitted as an "electronic record" containing my "electronic signature," as those terms are defined in applicable federal and/or state laws (excluding audio and video recordings), or a facsimile transmission of this appraisal report containing a copy or representation of my signature, the appraisal report shall be as effective, enforceable and valid as if a paper version of this appraisal report were delivered containing my original hand written signature.

23. I have not appraised nor provided any other real estate services regarding this property in the last 3 years.

**SUPERVISORY APPRAISER'S CERTIFICATION:** The Supervisory Appraiser certifies and agrees that:

1. I directly supervised the appraiser for this appraisal assignment, have read the appraisal report, and agree with the appraiser's analysis, opinions, statements, conclusions, and the appraiser's certification.
2. I accept full responsibility for the contents of this appraisal report including, but not limited to, the appraiser's analysis, opinions, statements, conclusions, and the appraiser's certification.
3. The appraiser identified in this appraisal report is either a sub-contractor or an employee of the supervisory appraiser (or the appraisal firm), is qualified to perform this appraisal, and is acceptable to perform this appraisal under the applicable state law.
4. This appraisal report complies with the Uniform Standards of Professional Appraisal Practice that were adopted and promulgated by the Appraisal Standards Board of The Appraisal Foundation and that were in place at the time this appraisal report was prepared.
5. If this appraisal report was transmitted as an "electronic record" containing my "electronic signature," as those terms are defined in applicable federal and/or state laws (excluding audio and video recordings), or a facsimile transmission of this appraisal report containing a copy or representation of my signature, the appraisal report shall be as effective, enforceable and valid as if a paper version of this appraisal report were delivered containing my original hand written signature.

**APPRAISER**

Signature Allen Purvis  
 Name ALLEN PURVIS  
 Company Name Allen Purvis And Associates, Inc.  
 Company Address 14349 Brettonwood Cove  
Gulfport, MS 39503  
 Telephone Number 228-341-0106  
 Email Address allen@apurvis.com  
 Date of Signature and Report December 29, 2021  
 Effective Date of Appraisal November 29, 2021  
 State Certification # Certified General Appr #GA-198  
 or State License # \_\_\_\_\_  
 or Other (describe) \_\_\_\_\_ State # \_\_\_\_\_  
 State MISSISSIPPI  
 Expiration Date of Certification or License 1/31/22

**ADDRESS OF PROPERTY APPRAISED**

West end of Noma Drive  
Diamondhead, MS 39525

APPRAISED VALUE OF SUBJECT PROPERTY \$ 60,400

**LENDER/CLIENT**

Name \_\_\_\_\_  
 Company Name Michael J. Casano  
 Company Address 4403 W Aloha Dr  
Diamondhead, MS 39525  
 Email Address mcasano1@aol.com

**SUPERVISORY APPRAISER (ONLY IF REQUIRED)**

Signature \_\_\_\_\_  
 Name \_\_\_\_\_  
 Company Name \_\_\_\_\_  
 Company Address \_\_\_\_\_  
 Telephone Number \_\_\_\_\_  
 Email Address \_\_\_\_\_  
 Date of Signature \_\_\_\_\_  
 State Certification # \_\_\_\_\_  
 or State License # \_\_\_\_\_  
 State \_\_\_\_\_  
 Expiration Date of Certification or License \_\_\_\_\_

**SUBJECT PROPERTY**

- ☐ Did not inspect subject property  
☐ Did inspect exterior of subject property from street  
 Date of Inspection \_\_\_\_\_  
☐ Did inspect interior and exterior of subject property  
 Date of Inspection \_\_\_\_\_

**COMPARABLE SALES**

- ☐ Did not inspect exterior of comparable sales from street  
☐ Did inspect exterior of comparable sales from street  
 Date of Inspection \_\_\_\_\_

Borrower Michael J. Casano

Property Address West end of Noma Drive

City Diamondhead County Hancock State MS Zip Code 39525

Lender/Client Michael J. Casano Address 4403 W Aloha Dr, Diamondhead, MS 39525,

**QUALIFICATIONS & RESUME OF ALLEN PURVIS****Mississippi Certified General Real Estate Appraiser License #GA-198****GENERAL APPRAISAL EXPERIENCE**

I have been a licensed real estate appraiser in South Mississippi since 1973. My experience is focused on Harrison County, MS. The variety of work experience extends from residential properties to commercial, industrial, farm, and rural assignments. I have testified as an expert witness in numerous county and state court cases. I have been employed by governmental agencies to appraise property for eminent domain, community development, and other local government programs.

**EMPLOYMENT HISTORY**

1991 to Present: President: Allen Purvis & Associates, Inc. real estate appraisers & consultants.

1979 to 1991: Part owner and appraiser with the firm of Poulos, Purvis and Associates of Gulfport, MS.

1973 to 1979: Appraiser with O. H. "Bob" Burns and Associates, of Gulfport, MS.

**ACCEPTED APPRAISER FOR THE FOLLOWING:**

Hancock Bank - Gulfport, MS

Whitney National Bank - Gulfport, MS

Coast Community Bank

BancorpSouth Bank, formerly The Bank of Mississippi

The Peoples Bank - Biloxi, MS

Hibernia National Bank - New Orleans, LA

Central Progressive Bank, Slidell, LA

Mississippi Power Company

Keesler Federal Credit Union - Biloxi, MS

Powerco Federal Credit Union - Gulfport, MS & Atlanta, Ga

Cities of Biloxi, Gulfport, Long Beach, Pass Christian, & D'Iberville, MS

Gulfport-Biloxi Regional Airport Authority

Gulfport, Pass Christian and Harrison County School Districts

Harrison and Hancock County Boards of Supervisors

U. S. Bankruptcy Court, Southern District of MS

County and Chancery Courts of Harrison, Hancock, & Stone Counties

**EDUCATION**

Bachelor of Science Degree, Business Administration-MS State Univ. (1973)

Gulfport East High School (1969)

**REAL ESTATE APPRAISAL EDUCATION**

- ♦ Society of Real Estate Appraisers Report Writing Course
- ♦ Principles of Real Estate - Miss State University
- ♦ Construction Cost Estimating - University of Southern MS
- ♦ Income Property Appraisal - University of Southern MS
- The following Courses were sponsored by the Appraisal Institute
- ♦ Basic Appraisal Principles, Methods, & Techniques - Courses 1 -A
- ♦ Capitalization Theory and Techniques - Course 1-B
- ♦ Single Family Residential Appraisals - Course 8
- ♦ Highest & Best Use & Market Analysis-Course #520, Advanced Applications (9/97)
- ♦ Condemnation Appraising : Basic Principles & Applications - Course #710 (5/01)
- ♦ 2000 USPAP for Instructors and Regulators, By The Appraisal Foundation, Dallas, TX (1/00)
- ♦ Uniform Standards of Professional Appraisal Practice, (2/01)
- ♦ Residential Appraisal Seminar, Mobile, AL
- ♦ FNMA Appraisal Seminar, Jackson, MS
- ♦ FNMA & FHLMC Appraisal Seminar, Hattiesburg, MS

ALLEN PURVIS  
Appraiser License Certificate

File No. 21-1210  
Case No.

Item No.9.

**State of Mississippi**  
**MISSISSIPPI REAL ESTATE APPRAISER LICENSING AND**  
**CERTIFICATION BOARD**

**LICENSE # : GA-198**

**STATUS: ACTIVE**

**W ALLEN PURVIS**

**HAS BEEN GRANTED A LICENSE AS A**  
**STATE CERTIFIED GENERAL APPRAISER**

**Effective Date:**  
02/01/2020

**Expiration Date:**  
01/31/2022

*W Allen Purvis*

**SIGNATURE OF LICENSEE**  
Robert E. Praytor, Administrator

2026-196

Item No.11.

Ci Diamondhead  
Bu Adjustments

For the Fiscal Year Ending September 30, 2026

| Budget Entry<br>No. (InCode) | Account        | Account Name                        | Acct Type | Adjustment Amount |            | Description                                            |
|------------------------------|----------------|-------------------------------------|-----------|-------------------|------------|--------------------------------------------------------|
|                              |                |                                     |           |                   |            |                                                        |
| 2026-006                     | 001-140-693.00 | Elections                           | Expense   | -                 | (7,200.00) | Land Purchase for Rotten Bayou Nature Trail            |
|                              | 001-301-900.00 | Capital Outlay - Land               | Expense   | 7,200.00          |            | Land Purchase for Rotten Bayou Nature Trail            |
|                              | 001-301-907.00 | Capital Outlay - Other              | Expense   |                   | (2,500.00) | Hilo Way/Ewa St drainage Project - Unit Price Contract |
|                              | 001-301-907.00 | Capital Outlay - Streets & Drainage | Expense   | 2,500.00          |            | Hilo Way/Ewa St drainage Project - Unit Price Contract |