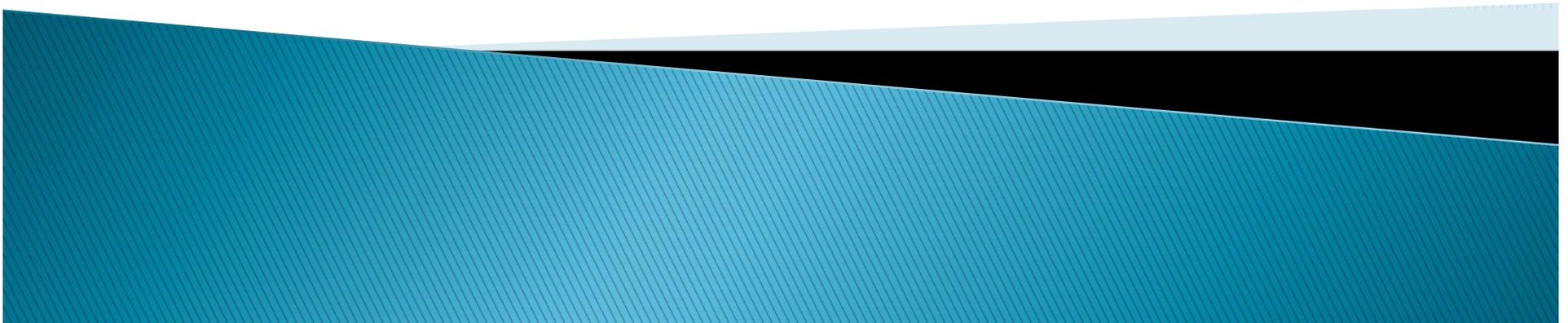


CDBG



What is the Community Development Block Grant Program (CDBG)

- ▶ Established by the Housing and Community Act of 1974
- ▶ Funds originate in U.S. Dept. of Housing and Urban Development (HUD)
- ▶ Administered by the Missouri Department of Economic Development



Who's Eligible

- ▶ Only “non-entitlement” Units of General Local Government (UGLG) are eligible for State CDBG
 - ▶ Cities that are less 50,000 in population
 - ▶ Counties that are less 200,000 in population



CDBG Program Distribution

<u>Category</u>	<u>App. Cycle</u>	<u>Appropriation</u>	<u>Total</u>
Water and Wastewater	open	\$7,500,000	37%
General Infrastructure	Competitive	\$3,000,000	15%
Community Facility	Competitive	\$3,000,000	15%
Demolition	Competitive	\$600,000	3%

All of these categories use the FY-17 annual application.



CDBG Program Distribution

<u>Category</u>	<u>App. Cycle</u>	<u>Appropriation</u>	<u>Total</u>
Emergency	open	\$500,000	3%
Economic Development	open	\$5,185,000	25%
<u>Other Program Funds</u>			
State Administration		\$510,000	2%
State Technical Assistance		\$205,000	1%
Total		\$20,500,000 (<i>est.</i>)	100%



CDBG National Objective

- ▶ Must be determined PRIOR to application
- ▶ **National Objectives:**
 - ▶ 51% Low/Moderate Income (LMI) beneficiaries
 - ▶ *LMI – persons and families with incomes at or below 80% of the county median household income.*
 - ▶ Elimination of Slum and Blight
 - ▶ Urgent threat to health and safety
(Emergency Projects separate application)



General Infrastructure

- ▶ CDBG–eligible publicly owned infrastructure activities
 - Streets
 - Bridges
 - Drainage
- ▶ Typical National Objective:
 - ▶ LMI – area/target area
 - ▶ Slum blight



Demolition

- ▶ Voluntary program, property owners must agree to have structure demolished.
- ▶ Property owners retain ownership of lot.
- ▶ Commercial property owners must commit 20% match.
- ▶ Residential property owners must commit to a minimum of \$500 per structure



Community Facilities

- ▶ Construction/rehabilitation/acquisition of facility (*can include necessary related infrastructure*)
- ▶ Includes, but not limited to:
 - ▶ Senior centers
 - ▶ Community centers
 - ▶ Day care facilities/early childhood education
 - ▶ Sheltered workshops
 - ▶ Fire stations
 - ▶ ADA improvements in public buildings
 - ▶ Operating costs are ineligible



Community Facilities

- ▶ **Priorities:**
 - ▶ What are the uses? Multiple?
 - ▶ education/training uses?
 - ▶ health and well being uses?
- ▶ **For ADA:**
 - ▶ Need SHPO clearance with application
 - ▶ Need full accessibility plan



Water and Wastewater

Budget: \$7,500,000

Open Application Cycle (with invitation)

- ▶ Missouri Water & Wastewater Review Committee (MWWRC) process
 - ▶ Submit MWWRC proposal first
 - ▶ Requires an invitation to apply for CDBG

- ▶ Publicly owned systems only



Water and Wastewater

- ▶ Priorities
- ▶ Actual threats to health and safety
- ▶ Systems with responsible rate structures
 - promote positive cash flow
 - allow adequate O&M
 - allow for reserve
 - allow for debt or capital improvement fund
- ▶ Expansion or upgrade of projects not related to poor maintenance or repair
- ▶ Helping communities who are helping themselves
- ▶ Helping communities that recognize the role of sound infrastructure in community development



Contingent Funding

- ▶ **Not allowed**; all other funding sources must be committed at the time of CDBG application
 - ▶ Maximize local funds
 - ▶ Maximize other funding sources
- ▶ CDBG is gap financing tool – final piece of financing package



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