

**Federal Block Grant Allocation Plan**  
Office of Fiscal Analysis  
Committee Hearing Date: June 30, 2010

COMMUNITY DEVELOPMENT BLOCK GRANT/SMALL CITIES COMPONENT  
FFY 10 ALLOCATION PLAN

Lead State Agency: Department of Economic and Community Development (DECD)

Program Objective: The primary objective of this program is the development of viable urban communities by providing decent housing, a suitable living environment, and expanding economic opportunities, principally for persons of low and moderate income.

Types of CDBG Funds: The federal government awards Community Development Block Grant funds

- (1) directly to large cities on an entitlement basis, and
- (2) indirectly to small cities through state administered CDBG programs.

Direct entitlement grants to Connecticut's largest communities are listed on the last page of this handout.

Small cities are instead eligible to apply for funding through Connecticut's Department of Economic and Community Development.

Funding: The allocation plan was developed based upon an assumption that the FFY 10 Small Cities CDBG award to Connecticut will be \$1,160,625 more than the FFY 09 award (\$13,532,318).

Administrative Allowance: The State may use \$100,000 plus up to 2 percent of its CDBG allocation for costs it incurs in carrying out its CDBG administrative responsibilities, provided each CDBG dollar over the \$100,000 is matched with a dollar from the State's own resources. The State may use up to 1 percent of its grant to provide technical assistance to local governments and nonprofit organizations, either directly or through contractors, to assist them in carrying out community development activities.

Note: See pages 14-15 of the allocation plan for information regarding proposed changes in (a) policy regarding applications for senior center projects, and (b) establishment of a pilot loan guarantee program intended to benefit large-scale, mixed land use economic development projects.

**COMMUNITY DEVELOPMENT BLOCK GRANT  
FFY 2010 ALLOCATION PLAN DETAIL**

	SFY 08 Actual Funds Committed	SFY 09 Actual Funds Committed	SFY 10 Estimated	SFY 11 Proposed	Percent Change (11 vs. 10)	Dollar Change (11 vs. 10)
<b>SOURCES OF FUNDS</b>						
Small Cities Community Development Block Grant	13,730,987	13,330,342	13,532,318	14,692,943	8.58%	1,160,625
Plus Prior Year Carry Forward [1]	<u>398,039</u>	<u>372,096</u>	<u>1,319,568</u>	<u>195,917</u>	<u>-85.15%</u>	<u>(1,123,651)</u>
= Total Available	14,129,026	13,702,438	14,851,886	14,888,860	0.25%	36,974
<b>LESS:</b>						
Committed Funds for Projects [2]	13,245,000	12,944,000	14,150,000	14,348,073	1.40%	198,073
Administrative Expenses	511,930	499,910	505,969	540,787	6.88%	34,818
=Uncommitted Balance to be Carried Forward into Next Year	372,096	258,528	195,917	-	-100.00%	(195,917)

[1] Includes funding returned to DECD from grantees.

[2] See tables starting on page 19 of allocation plan for details regarding SFY 09 and SFY 10 projects.

**PROGRAM ADMINISTRATION EXPENDITURES**

	SFY 09 Estimated Expenditures	SFY 10 Estimated	SFY 11 Proposed	Percent Change (11 vs. 10)	Dollar Change (11 vs. 10)
<b>EXPENSES</b>					
Personnel Cost	558,568	436,274	458,088	5.00%	21,814
Fringe Benefits	306,947	268,272	281,685	5.00%	13,413
Other Expenses	25,349	28,659	30,092	5.00%	1,433
<b>Total Expenses</b>	<b>890,864</b>	<b>733,205</b>	<b>769,865</b>	<b>5.00%</b>	<b>36,660</b>
<b>AVAILABLE FUNDS</b>					
CDBG Administrative Allocation [1]	366,607	370,646	393,858	6.26%	23,212
Prior Year Carry Forward/CDBG Administration Allowance	639,180	514,832	558,244	8.43%	43,412
State General Fund	266,607	270,647	TBD		
Technical Assistance	133,303	135,323	146,929	8.58%	11,606
<b>Total Available Funds</b>	<b>1,405,697</b>	<b>1,291,448</b>	<b>1,099,031</b>	<b>-14.90%</b>	<b>(192,417)</b>
Carry Forward into Next Year [2]	514,833	558,243	329,166	-41.04%	(229,077)

[1] Includes funding for technical assistance.

[2] These funds may only be carried forward for administrative expenses.

## DIRECT FEDERAL AWARDS TO CONNECTICUT CITIES

Funding is provided under the Community Development Block Grant/Entitlement Program to cities in Metropolitan Statistical Areas (MSAs) that are designated as central cities. Other cities having populations over 50,000 in MSAs and qualified urban counties having populations of at least 200,000 are eligible to receive CDBG entitlement grants according to formula.

Selected communities in Connecticut will receive a total of \$30,533,779 in FFY 10 direct funding, or \$2,525,619 (9.0 %) more than the FFY 2009 amount. Eligible cities and their respective allocations are:

### CDBG Entitlement Grants

	FY 2007	FY 2008	FY 2009	FY 2010
Bridgeport	\$3,364,575	\$3,252,959	\$3,321,881	\$3,606,679
Bristol	614,644	601,472	622,784	682,478
Danbury	641,999	619,682	627,150	678,244
East Hartford	652,669	635,687	652,292	713,341
Fairfield	548,397	532,839	552,477	608,668
Greenwich	953,507	924,997	948,007	1,032,209
Hamden	529,039	521,563	540,258	590,888
Hartford	3,944,378	3,786,824	3,838,303	4,163,974
Manchester	672,203	652,236	666,533	721,222
Meriden	926,981	899,877	922,250	1,005,552
Middletown	417,490	407,345	416,642	454,428
Milford	538,408	520,965	530,473	575,015
New Britain	1,926,216	1,860,498	1,889,507	2,051,518
New Haven	3,781,021	3,646,793	3,700,416	4,012,840
New London	914,872	882,750	894,497	969,083
Norwalk	959,586	935,102	970,080	1,064,849
Norwich	1,024,147	990,974	1,005,009	1,091,004
Stamford	1,139,353	1,120,066	1,164,337	1,263,819
Stratford	689,244	672,544	694,412	759,328
Waterbury	2,315,008	2,241,978	2,282,284	2,481,638
West Hartford	1,117,178	1,083,452	1,106,058	1,202,058
West Haven	736,083	716,514	733,980	804,944
<b>TOTAL</b>	<b>\$28,406,998</b>	<b>\$27,507,117</b>	<b>\$28,079,630</b>	<b>\$30,533,779</b>

**Please Note:** The amounts shown on this page are determined by the U.S. Department of Housing and Urban Development according to an established formula. These figures are presented for informational purposes only, as they cannot be modified by the committees at today's meeting.