Welcome !

to this evening's **"Public Hearing"** regarding the possible submission of a PY-2011 CDAP **Public Infrastructure Construction** grant request to the State of Illinois by the **Centralia City Council ...**

Please Sign our Attendance Sheet !

State CDAP Grant Funds

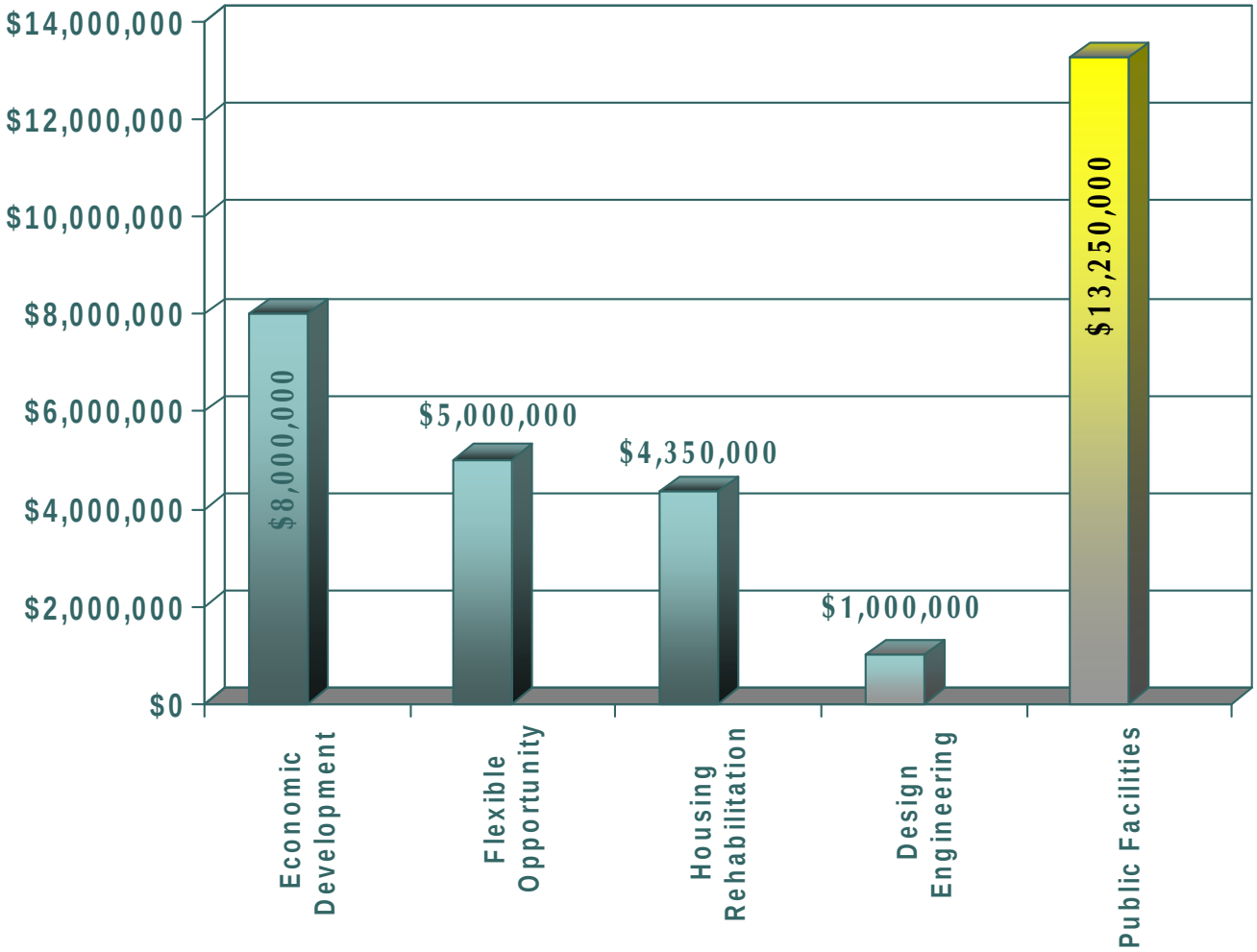
CDAP Funds are made possible by HUD's annual award of **federal Community Development Block Grant** (CDBG) funds to the State of Illinois, **Department of Commerce and Economic Opportunity** (DCEO). About two-thirds of all such funds go directly to the State's metropolitan entitlement communities and the balance is administered on a **competitive basis** by DCEO for non-metropolitan local governments.

Purpose of the CDAP Program

- To **financially assist** the State's smaller rural **communities, townships** and **counties** in decisively addressing their greatest **"economic development"** opportunities and **"community development"** needs in a fashion which:

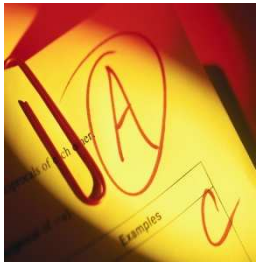
  - principally benefits **low and moderate-income persons**;
  - eliminates public facility deficiencies which cause persistent and serious **threats to the health and safety** of local residents;
  - stimulates significant private sector **investments** which in turn **creates or retains jobs** and **strengthens the local tax base**; and
  - funnels state grant assistance to **rural local governments**, with a higher than average percentage of residents **living in poverty**, experiencing genuine **financial constraints** that prohibit an affordable local solution to such specific needs despite prior good faith efforts to implement a well defined achievable project that is **ready to proceed** in a timely manner once a CDAP grant is awarded by the state.

PY-2011 CDAP Funding Levels



How Projects are Screened

Basic Eligibility Thresholds: **No Funding Unless:**



- at least **51%** of the benefiting residents must be documented members of **low and moderate-income** families;
- the proposed CDAP-supported activities that convincingly address and resolve a serious **threat to the local health and safety** of low and moderate-income residents who would directly benefit from such public facility improvements; and
- a **realistic and achievable project** must be proposed that will lead to a **construction project** within **two years.**

Eligible Uses of CDAP Funds

PY-2011 CDAP Public Infrastructure Construction Grant funds can be used to:

- pay reasonable **engineering consultation** and **resident project inspection** or **legal fees**;
- pay for the actual costs of **constructing public infrastructure improvements** *(private contractor or force account use of city crews);*
- payment of one-time **"tap-on fees"** and/or providing a subsidy of the cost of **service laterals** but only for qualifying LMI households; and
- payment of **project administration** costs.

Current CDAP Regulations

- The selected project must help the applicant prepare for construction of a **water or sewer project** that is **reasonable** and **achievable** within 24 months of grant award;
- the applicant must locally **publicize** and then sponsor and conduct a project-specific **"public hearing"** prior to actually **authorizing submission** of the CDAP Design Engineering grant request; and
- the applicant must agree in writing to abide by and comply with all applicable state and federal **regulatory programs** and **mandates** which govern the use of federal CSBG / or state-administered CDAP funds.

How Much CDAP ?

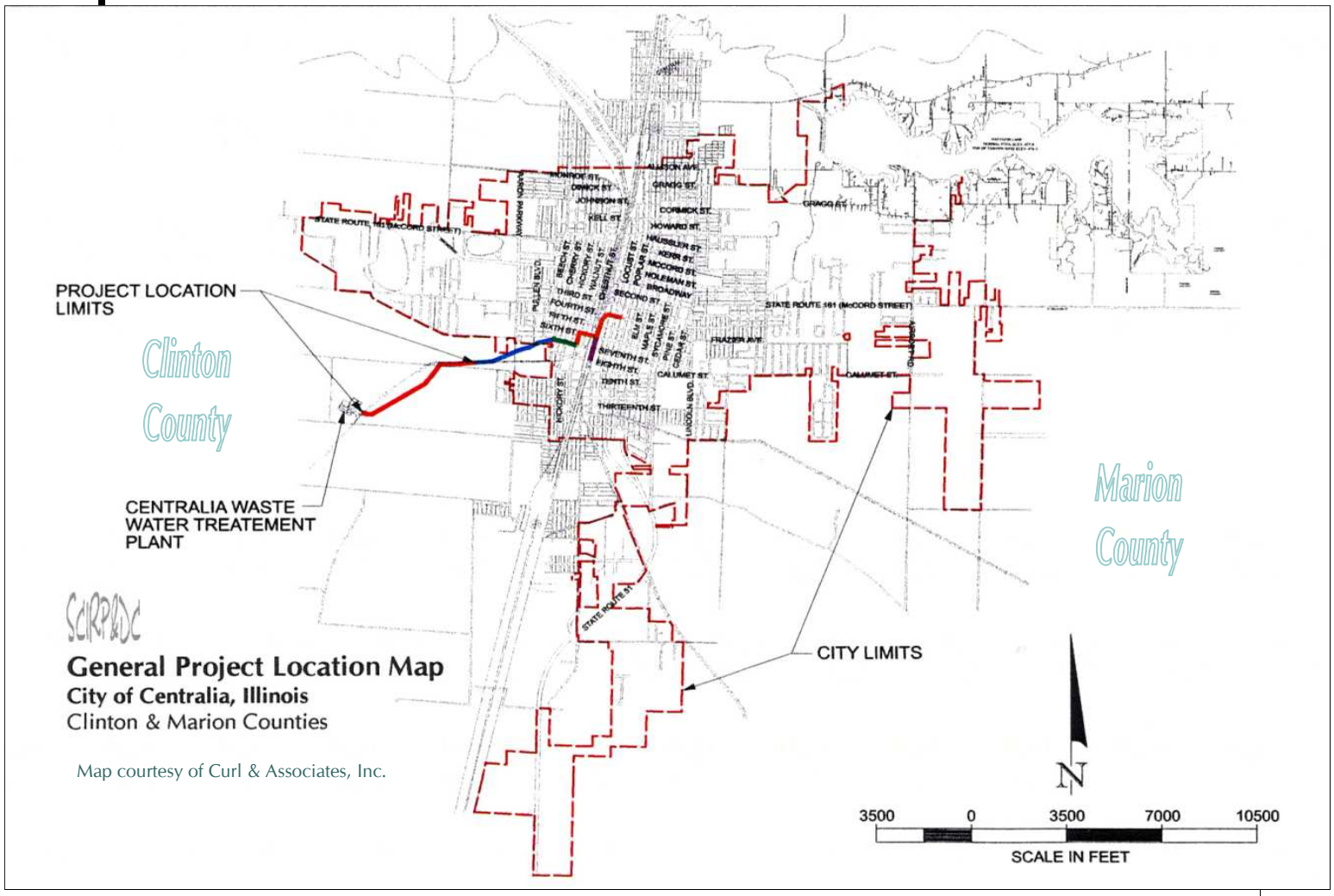
The **amount** of CDAP grant funds requested should be the **lesser** of the following:

- the **amount actually needed** to secure the **engineering expertise** to provide final engineering design services to move toward resolving the **water** or **sewer system deficiency** that causes an ongoing, serious **threat to the local health and safety** of low and moderate-income residents;
- **$350,000** is the **maximum grant amount** established by DCEO for the PY-2011 Public Infrastructure Construction component.

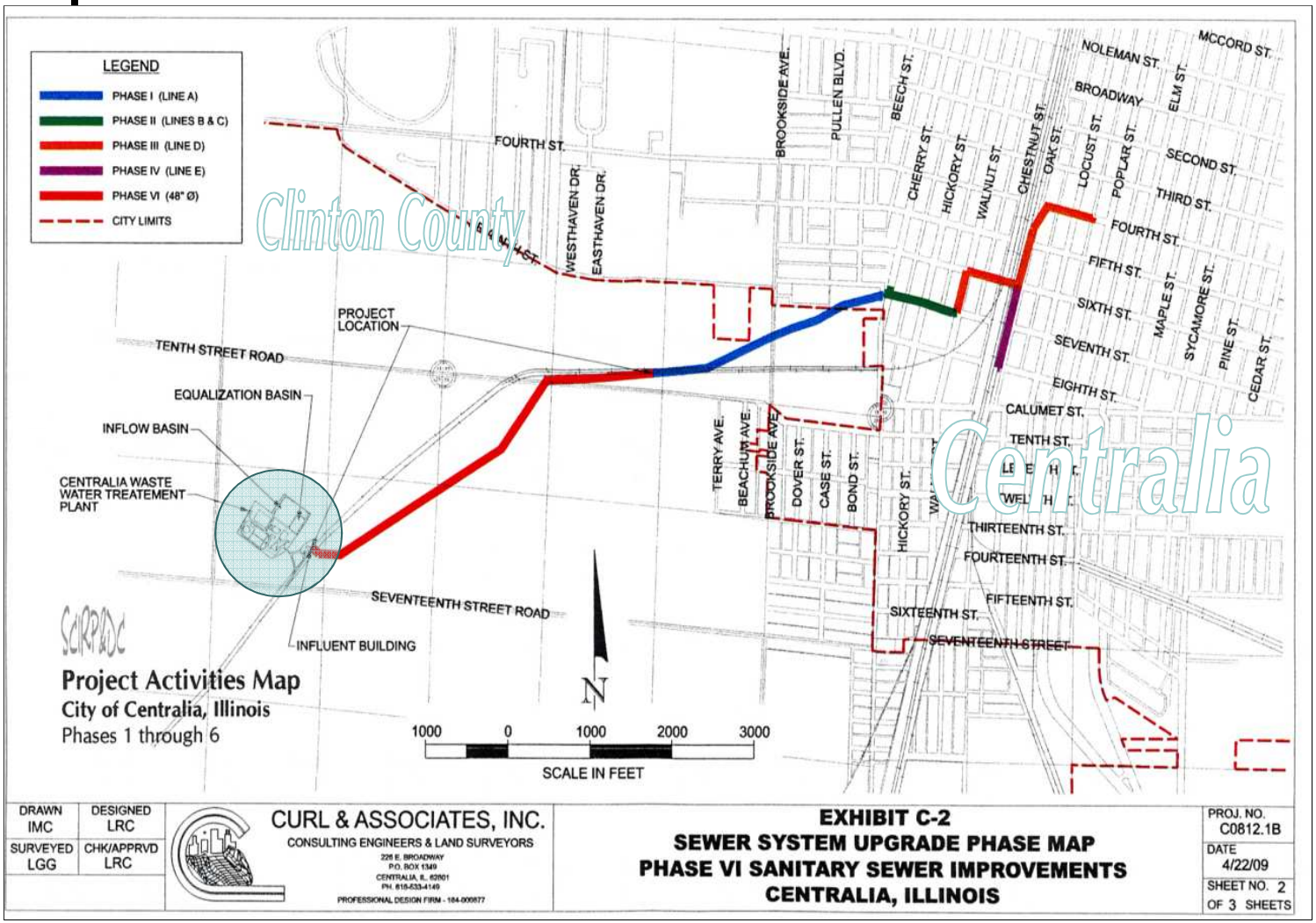
Situations to Avoid !

- avoid using your power of eminent domain unless absolutely necessary, particularly when it would cause a home owner or business to **involuntarily relocate**, thereby triggering **real property acquisition** and **relocation assistance provisions;**
- except where necessary, avoid constructing the proposed public facility improvements within an **identifiable flood plain, wetlands areas** nor near the **habitat for an endangered species;** and
- avoid **disqualifying** otherwise **"project-eligible" expenses** by incurring such costs **prior to** the date of the **CDAP grant award** by DCEO and **environmental clearance** of the project.

The Project in Perspective …



A Closer Look at the Project …



The PY-2011 CDAP Project …

Helps to fill the gap of remaining work:

- Compliance Agreement Schedule
  - In November 2010 the City requested an extension from the IEPA to original dates for the Compliance Commitment Agreement
    - New Extension delays original agreement by 7 months
    - If Extension is granted, work needs to be completed by October 2013.
    - Estimated Completion Dates:

Phase I-Line A	October 30, 2013
Phase II- Line B/C	August 31, 2011
Phase III- Line D	December 31, 2011
Phase IV- Line E	December 31, 2011
Phase V- WWTP	Pending Approval
Phase VI-Interceptor	October 30, 2012

The PY-2011 CDAP Project …

Helps to fill the gap of remaining work:

- Permits have been received or submitted for the following phases:
  - Phase I (Received)
  - Phase II (Received)
  - Phase III (Received)
  - Phase IV (Received)
  - Phase V (Still Under Review- Dates undetermined)
  - Phase VI (Under Review- expected first of February)

The PY-2011 CDAP Project …

Helps to fill the gap of remaining work:

• Previous Funding	
•2009 Bond Issue	$1,465,000
•CDAP Grants for Engineering	$ 108,000
•CDAP Grants for Materials	$ 198,000
•Total	$ 1,771,000
•Expenditures to date	
•7th and Cherry Sanitary Sewer/Boring	$ 595,000
•7th and Cherry Storm Sewer Collapse	$ 64,000
•Permits/Easements	$ 26,000
•Engineering	$ 32,000
•Materials	
•Pipe	$ 719,000
•Precast Structures	$ 55,000
•Backfill	$ 47,000
•Total	$ 1,538,000
•Balance	$ 233,000

The PY-2011 CDAP Project …

Helps to fill the gap of remaining work:

- The Good
  - Materials already on hand for Phase VI work and valued at $377,000.00
  - Any funding received will go almost exclusively to construction
  - Easements have been signed and recorded for this work

- The Less Than Good
  - Scope of work will be extensive
  - More pipe, backfill and engineering will be required

- The Surmountable
  - This project is not beyond our ability, but will require our Attention, Time, Money and Planning

The PY-2011 CDAP Project …

involves the following components of cost:

• resident engineering inspection services	$105,616
• construction of outfall sewer trunk line	$832,809
• 15% construction contingency	$137,764
• general project administration *(2 years)*	$ 21,000
Total CDAP Project Cost:	**$1,182,809**

Future sources of project funding might be comprised of:

PY-2011 CDAP Public Infrastructure Grant Funds	$ 350,000
City of Centralia Bond Issue	$832,809

The PY-2011 CDAP Project …

Is a good push forward:

- Planning and budgeting will need consideration for the remainder of this project
  - Above estimates are for Phase VI only and do not include work or materials for Phases II, III, IV and V.
  - Contingency will need to be included in future projects
  - Realization that grants help, but will not cover all costs
    - We will need to devote funds towards completing work
    - We will continue to search for additional funding to shift the burden from our citizens

Any Questions ?

Grant Kleinhenz, City Manager

Allison Austin, Director of CD & Planning

Seth Sorensen, Director of Public Works

CITY OF CENTRALIA ILLINOIS