

FREQUENTLY ASKED QUESTIONS

Last Updated on July 21, 2022

Please submit additional questions to communityinvestmentfund@ct.gov

PORTAL

Can users can submit multiple applications using same email address?

Yes, but here are the conditions: They should submit the 1st application before moving on to start a second application. If the 1st application is left unfinished, they cannot start a second application, as the pending application is attached to an email address.

Can I use different Browsers and emails?

Users cannot have 2 separate forms open in a single browser, (similar to a bank account, two people cannot login to different accounts with the same bank in the same browser session.) Once they submit a form, a user can go back to the CIF website and click on the “Apply Online” button and start over.

Can I save my work and return to it later?

Yes, you are able to save and return to your work. When you do, you can get a shareable link sent to your email address. When the option comes up to “Sign up with Email”, select the link below the button for “Skip Create an Account”. You will enter your email and it will send a direct link to your email address. To return to the form, please use the link that you receive in your email. If you try to go back into the application from the portal – you will not be able to access your entered information in that manner.

Can I export my application as a pdf before submitting it?

No, you are not able to do that. We recommend you save your application in word so that you have a copy.

ELIGIBILITY - APPLICANTS

Does a non-profit or CDC need to be located in an eligible municipality?

No. A non-profit or CDC does not need to be located in an eligible municipality to be an eligible applicant, but they need to demonstrate that they serve the eligible municipality.

Does a non-profit or CDC need approval from the town/city to apply?

No. A non-profit or CDC does not need approval from the municipality or chief municipal officer of the municipality to apply. An applicant can provide a letter or support, or minutes for a meeting where this approval was granted to support their application.

If a non-profit or CDC serves multiple municipalities, of which some are not Public Investment Communities or Alliance Districts, are they eligible to apply?

If a non-profit or CDC serves multiple municipalities, they will need to demonstrate clearly that CIF funds are used on a project that only serves the eligible municipality.

If the municipality is “grandfathered” or drops off the PIC or Alliance list next year, does it lose eligibility for CIF?

No. Municipalities that are currently eligible will remain eligible for the five-year period of CIF.

Is there a difference between a municipality being eligible because it is a Public Investment Community (PIC) or Alliance District or both?

No. There is no difference or priority given to a municipality if it is on the eligible list because it is a PIC or Alliance District or both.

Are new non-profits or community development corporations eligible to apply? Is there a specific length of time that a NPO or CDC needs to be incorporated or operating before they are eligible to apply? No.

There is no limitation.

Can a public housing authority apply? Not by itself. Eligible applicants are limited to municipalities, community development corporations and non-profit organizations. Public housing authorities can apply as a partner with one of those entities as the lead applicant.

Are universities eligible to apply? Eligible applicants are limited to municipalities, community development corporations and non-profit organizations. If the university or college is an organization described in section 501(c)(3) of the Internal Revenue Code, then it is eligible to apply alone for CIF funding. Otherwise, the institution would need to apply as a partner with one of the three eligible categories of entities listed above.

Are organizations described in sections 501c6 or a 501c7 of the Internal Revenue Code eligible to apply?

Yes. They are non-profit organizations and eligible under the authorizing statute.

Are quasi-public agencies eligible to apply?

The language in the authorizing statute for the Community Investment Fund does not define non-profit. Elsewhere in the General Statutes, institutions of higher education and other public and quasi-public entities are identified as eligible for economic development grants – something that the CIF authorizing statute does not do, and which we have confirmed with the drafters of the legislation was intentional. For these reasons we have made the determination that CIF funding is authorized only for private, non-profit organizations with 501(c)(3), (6) and (7) exemptions with the IRS. We would encourage you to partner with one of these organizations, or with a community development corporation or a municipality.

Is a Municipal Special Services District, authorized by Conn. Gen. Stat. sections 7-339 m eligible to apply?

Based on statutory definitions, a Municipal Special Services District is not an eligible entity to apply alone for CIF funding. Eligible applicants are limited to municipalities, community development corporations and non-profit organizations. Municipal Special Services Districts can apply as a partner with one of those entities as the lead applicant.

Is an LLC able to apply if they are a community service organization?

No. Per statute, eligible applicants are limited to eligible municipalities, and CDC and NPOs that serve eligible municipalities. An LLC is able to a partner with an eligible applicant, but the applicant must be one of the eligible entities.

Is a private developer or private company eligible to partner with an eligible municipality or CDC or NPO that serves an eligible municipality? Per statute, eligible applicants are limited to eligible municipalities, and CDC and NPOs that serve eligible municipalities. An LLC is able to be a partner with an eligible applicant, but the applicant must be one of the eligible entities.

Is a non-profit with an open State Bond still eligible to submit an application?

Yes, as long as funds requested through CIF are for a different project that is easily distinguished from the purpose of the other bond funds.

PRIORITIZATION**Are non-profits or community development corporations able receive statutory prioritization of their application?**

The authorizing statute for the Community Investment Fund 2030 requires that the CIF Board give priority to projects that are proposed by a municipality that (I) has implemented local hiring preferences pursuant to section 7-112 or (II) has or will leverage municipal, private, philanthropic or federal funds for such project. The Board must give additional priority to an application submitted by a municipality that includes a letter of support for the proposed eligible project from a member or members of the General Assembly in whose district the eligible project is or will be located. In addition, the statute also requires that the Board give priority to applications submitted by any eligible applicant that includes a project labor agreement or employs or will employ ex-offenders or individuals with physical, intellectual or developmental disabilities.

The CIF statute does not require the Board to give prioritization to applications submitted by a non-profit or community development corporation that have a letter of support from a General Assembly member or which leverage non-state funds. Leveraging non-state funds aligns with DECD “best practices” and demonstrates shovel-readiness.

ELIGIBILITY - PROJECTS**Improvements to and construction of public facilities are eligible projects. Is there a definition for public facility?**

A public facility is one which is regularly open to the public and is not controlled by a for-profit entity. Some examples of public facilities include (but are not limited to): a public library; a senior center; a soup kitchen; an arts venue controlled by a non-profit; a non-profit daycare center; a non-profit workforce training facility.

If an eligible CDC wants to apply for funding towards a revolving loan fund that will be used to fund development of affordable housing, among other capital development in an eligible community, should the application come under Capital Projects or Small Business programs?

The Small Business Support program within CIF is intended to support small businesses, which are defined in state statute as having fewer than 100 employees. Therefore, businesses with more than this number of employees would not be eligible to receive funding through a revolving loan program which is funded by CIF. If there is an individual affordable housing development being proposed, that application would best be submitted through the Capital Projects program.

If a project is already moving forward and scheduled to break ground before CIF funds are awarded, but funding has not been completed, is it eligible to apply?

Such a project would be eligible. However, DECD as Administrator of CIF will highlight applications for the Board wherein the need for CIF funds is clearly demonstrated. DECD would suggest to the Board that a project which would be completed with or without CIF funds would not constitute an effective use of taxpayer money.

Can funds be used to purchase equipment to be used in a facility for education purposes?

CIF funds can be used towards the design, renovation, initial construction and build out for a public facility that provides an on-going programmatic service such as an educational facility, job training facility or other such program, provided that it meets all of the other eligibility requirements of the CIF program. Per the CIF Program and Policy Guidelines, "Potential uses of funds include construction costs; acquisition of land (subject to procedures required by state law); and fixtures, furniture, and equipment. Professional services and other "soft costs" may be funded however, the Administrator's preference is to minimize such costs, in keeping with best economic development practices."

Can CIF funds be used to create a revolving loan fund to non-profits or small businesses in eligible communities for eligible capital projects?

Per the statute, revolving loan programs can be created under the small business capital programs. The businesses receiving the loans would need to qualify as a small business.

APPLICATION**Can applicants review projects with the CIF Administrator (DECD) prior to application to receive formal determination of eligibility?**

DECD is not offering formal determinations of eligibility. If you have specific questions about your project's eligibility, please contact communityinvestmentfund@ct.gov or schedule a 1:1 meeting through the link on the CIF website.

Are applicants limited to one application per cycle?

No. Applicants are eligible to submit for more than one project per cycle.

If an applicant is proposing two separate projects, should they be on the same application form?

Yes: separate projects should be submitted separately, even if from the same applicant.

Can applicants submit multiple applications towards one project over the life of the CIF program?

Yes, applicants can submit future applications for an additional phase of a CIF funded project during future rounds. It is advisable to make clear in this application the full scope of the project, including the full budget and timeline to help DECD and the CIF Board be aware of the possibility of such a request.

Can two or more municipalities apply as joint applicants for CIF Funds?

Yes. Two eligible municipalities, or a municipality and CDC or non-profit can apply jointly. Municipalities that are not Public Investment Communities or Alliance Districts are not eligible to apply.

Is there a maximum grant request allowed?

No. There is not a maximum grant request.

Where is the Capital Improvement Location Chart?

There is no chart to download. This has been replaced by Question 8 in section (A) Capital Improvement Project.

If an applicant has a project with multiple components that may include state funding from multiple sources (Communities Challenge, Brownfields, etc) should the application for CIF include all parts of the project?

DECD encourages applicants to include all components of a project, including other potential state sources. This will help the CIF Board and DECD gain a full picture of the project and may help ensure all state sources are being used effectively.

Will applicants have an opportunity to answer questions on their application?

During the review process, DECD may reach out to an applicant to provide clarification on an application.

If a project is granted an award through the Community Investment Fund, is the project subject to prevailing wage requirements? Applicants are responsible for assessing the applicability of prevailing wage statutes to their project (C.G.S. Section 31-53 and 31-53c). The applicability of prevailing wage as per the statutes is dependent on various factors including, but not limited to, the amount of cumulative DECD funding received for the proposed project/project site over the years, the entity entering into the grant contract with DECD, the funding sources for the overall project, the entity that will be holding the construction contract (primary recipient versus a private entity), the nature of the improvements (public versus private), the type of project (new construction versus rehabilitation) and the nature of the end uses (public versus private). For a formal DOL determination on the applicability of the prevailing wage rates for your project, please contact Matthew Ferri, Wage Enforcement Agent, Public Contract Compliance at the CT Dept. of Labor (matthew.ferri@ct.gov; 860.754.5186).

Will capital projects associated with housing be discussed with the Department of Housing?

Proposed projects may be discussed with other state agencies as needed to complete the review and assessment of the project. For a housing project, that may be reviewed with the Department of Housing. The Commissioner of the Department of Housing sits on the CIF Board of Directors.

Will these funds trigger environmental requirements?

Potentially. The applicant will be asked to acknowledge that the proposed project may warrant further review under the Connecticut Environmental Policy Act (CEPA) and agree to comply with all requirements and costs associated with such review, and further acknowledge that the applicant is in a position to cover any and all additional costs associated with such a review.

Is the SHPO Project Notification Form required for all applications?

SHPO project notification is required for any project that proposes a ground disturbance and/or work to a building that is older than 50 years of age. SHPO does not have review authority for applicants, however, can provide an advisory opinion on applications that submit the SHPO project notification form.

Is the Municipal Certification of Eligibility for Discretionary State Funding required of all applicants?

This is only required of municipalities.

Do Non-Profits Need the Municipal Certified Resolution to Request Funding?

No. Non-profits should provide a certified resolution from their board of directors.

Is the Municipal Certified Resolution to request state funding required of all applicants?

This is only required of municipalities.

Do NPO applicants or CDCs need to have an updated Plan of Conservation and Development.

No, this only pertains to municipalities.

Does the application require some determination of return on investment for economic purposes by the applicant? The applicant will be asked to identify the social and economic issues or challenges facing the community and the solution that the project provides. The applicant is also asked to define what “success” means to the project and how the applicant will be measuring progress towards the identified challenges using SMART indicators. Because of the wide breadth and variety of project-types funded through CIF there are not set evaluation criteria or specific identified results.

Do previously submitted applications that do not receive funding automatically get rolled into subsequent rounds of CIF for consideration or will they need to be resubmitted? Applications will need to be resubmitted in subsequent rounds if they do not receive funding. Applications that are not successful will receive feedback. That feedback needs to be addressed in future applications.

PROGRAM

What does “the statute requires that any proposed loan or financing must utilize an interest rate that does not vary from the prevailing market rate” mean? Does that mean a nonprofit lender needs to raise their rates to match commercial lender rates? Per the statute, CIF funded financing programs that vary from the prevailing market rate shall not be recommended for funding. An example of a prevailing market rate term would be the CT Small Business Boost program. Applicants can document an existing rate for their program as well as justification for consideration.

Is there a definition for small business?

Yes. It is included in the CIF Program and Policy Guidelines. An eligible “small business” shall be defined, as in Section 32-7g(a) of the General Statutes, as a business organization which does or shall (1) employ not more than one hundred employees, (2) have operations in Connecticut, and (3) be in good standing with the payment of all state and local taxes and with all state agencies.

Are programmatic funds or General Operating funds an eligible expense for a qualifying municipality or NPO or CDC that serves a qualifying municipality? No. The CIF program doesn’t support programmatic funds, general operating support or direct programmatic personnel costs.

Can the capital grant be used to purchase equipment for product prototyping such as a CNC mill for a non-profit business incubator? A capital grant can be used towards purchase of equipment. Per the CIF Program and Policy Guidelines, “Potential uses of funds include construction costs; acquisition of land (subject to procedures required by state law); and fixtures, furniture, and equipment.” Professional services and other ‘soft costs’ may be funded; however, the Administrator’s preference is to minimize such costs, in keeping with best economic development practices.”

Is building acquisition an allowable cost?

Yes.

Is land acquisition an eligible cost?

Yes.

Would new library construction be included? Or only improvements to existing facilities? Both new facility and renovation costs would be eligible.

Would rehabilitation of non-profit facilities be eligible? Yes, provided that the applicant meets all of the eligibility requirements and demonstrates the benefit to the underserved target population.

Would roads, water and sewer infrastructure related to the capital project be eligible? Yes. Provided the additional eligibility criteria are met; Per the statute, ..."establishment of or improvements to water and sewer infrastructure to support smaller scale economic development..."

Do businesses have to pay back loans or start-up funds? Are programs for small business support limited to revolving loan funds or can they be grant programs? The CIF statute states that grant programs are eligible, provided that they are providing start-up funds to new small businesses. Programs that provide grant funds - I.e., without any expectation of repayment – to already-existing small businesses are not eligible pursuant to the CIF statute.

Can funding from CIF for a new building/site/location include some amount of General Operating Support?

No. It is limited to the capital costs and excludes operating costs.

If a town is creating a small business center that provides loans through CIF funding, can CIF funds be used to fund a staff position? The CIF funds should be used towards the loan pool. Applicants could fund a portion of administrative overhead or staff involvement, capped at 10% of the total award.

What type of projects does "Rehabilitation or renovation of buildings and structures to facilitate or improve home rehabilitation programs" refer to?

Here is the full statute language – 32-285a – (3)(a)(i) "...establishment of or improvements to energy resiliency or clean energy projects and land acquisition and capital projects to construct, rehabilitate or renovate buildings and structures to facilitate or improve home rehabilitation programs and facilities such as libraries and senior centers;" In sum, capital projects are eligible if they serve to improve or construct either homes or public facilities.

For brownfields, is the funding support limited to the actual remediation or does it also include redevelopment? Funding can be used towards both brownfield remediation and redevelopment. For a multi-phase project, we recommend the applicant communicate the full scope of the project, as well as they can, when making their application.

Can CIF funds be used to acquire a building to renovate for affordable housing that is either fully or partially occupied? Assuming that the applicant and project meets all other eligibility requirements, then yes. Note, however, that renovations related to occupied housing must be completed to all applicable state and local law, including but not limited to the state Uniform Relocation Act.

For a project to be considered affordable housing, what percent of the units need to be deed restricted? There is no requirement in the CIF statute regarding percent of deed-restricted units. Affordability levels or unit percentage are not set by the authorizing statute for CIF, nor will it limit an applicants' eligibility to apply. DECD will soon publish a standard against which affordable housing development applications will be measured as a benchmark, in keeping with DECD best practices. Applicants considering affordable housing developments are welcome to look at the requirements from CHFA or DOH as a benchmark, available at <https://portal.ct.gov/DOH/DOH/Housing/Programs>.

AWARDS

Will multiple awards be made to the same municipality? Is there a limit to the number of awards made to a single municipality? Can a municipality and a non-profit in the same municipality each receive an award in the same cycle? There is no statutory or programmatic limitation to the CIF Board awarding multiple grants to a single municipality or to one or many applicants serving the same municipality.

Will grant funding be for the full request or for a partial amount?

At the discretion of the CIF board, funding may be awarded for a partial amount based on the information provided by the applicant.

Are CIF funds considered loans or grants?

They are considered grants, however there may be situations where loans would be more appropriate. We would recommend scheduling a conversation with CIF Director.

BUDGET

Are matching funds required?

No, there are no required matching funds. However, the CIF authorizing statute provides that applications will receive priority if they leverage municipal, private, philanthropic or federal funds. This will be highlighted in DECD's review of the application and considered by the CIF Board in its final determination of funding.

Would private donations or endowment funds count as leverage? Yes.

Can non-profits combine private donations as a part of the total funding for the project?

Yes.

Do ARPA funds count as leverage to receive the prioritization? Yes. ARPA funds do count as they are federal funds awarded to the municipality.

What sources of funding count as leverage? The CIF authorizing statute provides that applications will receive priority if they leverage municipal, private, philanthropic or federal funds. CIF is broadening its interpretation of “leverage” and for the purpose of the Community Investment Fund 2030 prioritization will accept non-state tax credits or municipal tax abatement. This is limited to the CIF program, and does not extend to other DECD grant programs. Although CHFA is a quasi-public state agency, funds from CHFA programs will be considered as state funds and therefore, will not be eligible to count for prioritization.

How does an applicant identify potential funding if not yet awarded? Should this be included in the request. You can identify any source of funding that is pending – federal, municipal, private, philanthropic – whether it is a pending grant application or a pledged private contribution – in your budget. You can indicate status – confirmed, pending, to be requested, etc. If there is additional documentation as to confirm this status, or if an award is made after the submission deadline but before decisioning, you can supply this updated information to communityinvestmentfund.ct.gov.

What is the timeline and process for disbursement of funds?

Due to the variety of projects, the timeline and process for disbursement will vary from project to project.

Is there a “time period” or “grant period” within all funds need to be expended?

Due to the variety of projects, the timeline and process for disbursement will vary from project to project. DECD will reserve the right in its contract awards process to set conditions around the start and end date for the project.

Can you clarify the \$250,000 minimum? If we don’t need that much, can we combine with other municipalities or combine multiple projects within a municipality? If you have a project that is less than \$250,000 but otherwise meets eligibility criteria, we recommend that you contact the CIF Administrator and discuss the project.

Can CIF funds be used to pay down debt financing towards a project?

DECD funds cannot be used to pay off debt.

POST AWARD

What type of project reporting will be required? What is the maximum duration of reporting for a revolving loan program?

Semi-Annual Reporting will be required through the completion of the project. Additional details will be provided on a project by project basis.

RATE

The Statute requires that any proposed loan or financing must utilize an interest rate that does not vary from the prevailing market rate.