

Strategic Plan
(2012-2014 Version 1)

Department of Housing and Community Development (165)
Agency Plan

Mission Statement

The Department of Housing and Community Development (DHCD) works in partnership to make Virginia's communities safe, affordable, and prosperous places in which to live, work and do business.

Vision Statement

To build better communities through collaboration, communication and innovation.

Values

Customer Prioritization: Give priority to projects that have the strongest and most direct link to meeting the needs of low- and moderate-income customers where DHCD provides gap financing

Maximize Collaboration: Maximize collaborations within the agency and foster partnership opportunities with other federal, state and local agencies, governments and communities.

Diversity: Value both a diverse community and workforce.

Employee Recognition: Recognize our employees as our most important resource, and provide incentives and rewards to employees who consistently develop and apply new knowledge, skills and abilities.

Professional Development: Promote professional growth for our staff members and partners through training and education opportunities that will increase our ability to better serve Virginia's communities.

Professionalism: Provide services in a manner that embodies responsiveness, friendliness, delivery on commitment, timeliness, reliability and professionalism.

Optimize Technology: Optimize the use of technology to enhance the effectiveness and efficiency of the agency to accomplish its mission.

Value Input: Value input and responses from communities and customers when designing and evaluating programs and services.

Customer Service: Strive to provide a high level of customer service and satisfaction for both internal and external customers.

Information Technology

Current Operational IT Investments

The Virginia Department of Housing and Community Development (DHCD) is continuing to develop a **Centralized Application Management System (CAMS)** that provides easier access to DHCD services, improve the efficiency and effectiveness of agency operations, reduce process redundancy and improve the ability to respond to citizens in a timely and meaningful manner. The CAMS streamlines data collection and provides real-time reporting on housing, community and economic development projects throughout the Commonwealth.

Essentially, the system will or currently does:

- Provide a centralized database of all DHCD customers, contacts, related organizations, and projects
- Allow DHCD to receive grant applications and funding requests from clients and customers.
- Allow DHCD to manage grants, projects, budgets, and funding to all DHCD funding recipients.
- Allow DHCD to track all activities related to a DHCD grant or project.
- Provide a streamlined, automated application process from DHCD customers to DHCD to HUD or the appropriate federal funding agency.
- Produce instantaneous reports and maps of DHCD related customers, organizations, funding projects and activities in all locales throughout Virginia.
- Provide a transparent information management system to share and communicate within DHCD.
- Track compliance and monitoring activities for DHCD's partners.

Weatherization Assistance Program (WAP) Online Weatherization Program Management Software

DHCD currently utilizes the WAP Online System developed and implemented by Hancock Energy Software. This weatherization program management software provides a centralized, web-based system that manages, collects and stores data online. This system is currently being used in nine states and more than 200 local agencies.

WAP Online is a web-based system that provides real-time monitoring and gives instant access to house, measure, job, production, and energy savings information. It allows DHCD to electronically generate and track invoices through the payment process. Importantly, this system improves employee efficiency and streamlines the weatherization reporting requirements by the U.S. Department of Energy (DOE), U.S. Office of Management and Budget (OMB) and the American Recovery and Reinvestment Act (ARRA) reporting.

DHCD entered into the contract with Hancock Energy Software in March 2011. DHCD purchased the software license, the online maintenance service and the end-user helpdesk service. Also, DHCD purchased several additional technology related services from Hancock including: data conversion, hosting services, and onsite training for employees. DHCD will incur on-going expenses for maintenance and support, hosting and end user help desk services.

Factors Impacting the Current Agency IT

Currently, DHCD maintains several separate databases that contain similar, and often duplicative information on DHCD related customers, projects, activities and funding. These separate databases exist because various units at DHCD have to maintain unique information related to its particular projects and state and federal reporting requirements. Data collection, compilation and maintenance happen independently across the Divisions. With the implementation of CAMS, many of these disparate systems will be eliminated and consolidated into the one information management system.

The grant application process at DHCD has transformed from a primarily a paper-based system that required DHCD staff to manually receive, review and enter pertinent grant information into separate databases, into one driven through electronic submission. While still a work in progress, this move has made the proposal submission and evaluation system more efficient. With the introduction of CAMS the goal is to have most proposal submissions managed through this online system. As a result, customers save by eliminating copying and postage costs, cut the amount of staff time needed for those activities, and have assurance that proposals are received by the deadline. DHCD staff no longer have to receive, login, and distribute proposals to staff, instead, proposals are now available through the web portal and can be accessed anywhere, at any time.

The state and federal reporting requirements for DHCD are becoming increasingly more complex and require increased data compilation by DHCD staff. It requires more staff time to meet new requirements from federal granting agencies, the U.S. Department of Housing and Urban Development (HUD), the Department of Health and Human Services (HHS), and the Department of Energy (DOE). Complying with these reporting requirements currently requires DHCD staff to manually review and analyze data from often several different databases at DHCD. It is increasingly more difficult, time consuming and inefficient for agency staff to continue to rely on the old manual system of review and reporting. Increased reporting requirements increase the amount of time project staff must spend training customers and reviewing data for accuracy, and also increases the workload for DHCD's partners.

Proposed IT Solutions

DHCD has been working with Impact Makers, Inc, a subcontractor to Computer Aid, Inc, to develop the new Centralized Application Management System (CAMS). CAMS will improve customer service, increase agency efficiency and increase agency effectiveness in accomplishing its mission. CAMS includes the following components: (1) customer relations management system; (2) a web-based grants applications management system; (3) a project management component to help administer and oversee grants, including budget management, remittance submission and review, audit submission and review and compliance monitoring, and document/file management; (4) reporting and data collection. CAMS will result in significant cost savings and enhance efficiency by moving DHCD to an automated system for many types of transactions that are currently completed manually.

CAMS provides a centralized database that allows employees across the four divisions of DHCD (Administration, Housing, Community Development, Building & Fire Regulation) to be interconnected and operate more efficiently. Currently, these divisions primarily use separate and non-linked databases to compile information and produce reports. The system will streamline processes related to data entry and processing, information compilation and report production. The system allows more efficient input and feedback from DHCD customers and citizens which enhances DHCD's ability to identify issues and respond to our clients. Importantly, the system utilizes a web based architecture that allows information, grants, forms, reports and data to be submitted and distributed via the Internet. Would be grantees complete grant applications on-line and submit the application directly into the DHCD database for analysis and evaluation. This significantly reduces and, in many cases, totally eliminates the need to manually re-enter critical information received from citizens. Additionally, DHCD can now manage projects and share data and status reports in real-time with customers and other managerial and programmatic staff at DHCD. From a risk management perspective, staff across the agency can share information about project and customer performance, and use the reporting function to flag deficiencies or poor performance.

Overall, by implementing the new Centralized Application Management System, DHCD has and will continue to:

- Significantly enhance customer service for DHCD customers, contacts, related organizations, state and federal elected officials and citizens.
- Significantly reduce the time required to complete paperwork related activities which, in turn, will: (a) give DHCD staff more time to provide technical assistance with current customers; (b) potentially increase the number of customers and communities served in underutilized areas; and (c) allow staff more time to develop new ideas, approaches and solutions to the Commonwealth's economic development, housing and building issues.
- Significantly improve DHCD's ability to produce up-to-the-minute and accurate reports and information.
- Improve agency-wide efficiency and reduce agency-wide costs by: (a) reducing redundancy, (b) eliminating the need to manually re-enter customer, grant and funding data, (c) increasing data sharing across divisions, (d) increasing collaborations across divisions on DHCD related projects.

Financial Overview

DHCD's funding comes from federal funds (50.35%), the state's general fund (44.53%), and special funds along with other nongeneral funds (5.12%).

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	46,896,153	81,844,840	46,896,153	81,844,840
Changes to Base	826,177	-22,397,227	10,247,708	-23,897,227
Total	47,722,330	59,447,613	57,143,861	57,947,613

Agency Goals

- Revitalize communities through the strategic investment of resources

Goal Summary and Alignment

Virginia has to continue to implement activities to help make distressed communities more competitive in a rapidly changing global economy. Community development and revitalization covers a broad spectrum of efforts designed to enhance the development of Virginia's most distressed communities and serve low-income residents. Community economic development efforts range from infrastructure support for industrial locations, to downtown revitalization to entrepreneurship. DHCD-administered state incentives are used to encourage businesses to target new jobs and investment in designated distressed areas.

Long Term Goal

Be a national leader in the preservation and enhancement of our economy.

Societal Indicator: Employment Growth

- Increase the availability and affordability of safe and accessible housing throughout the Commonwealth.

Goal Summary and Alignment

This goal seeks to address the need for comprehensive housing assistance services to the low- and very-low income citizens, as well as the elderly, individuals with mental and physical disabilities and Acquired Immune Deficiency Syndrome (AIDS). DHCD programs create affordable housing for ownership and rental, provide funds for down payment and closing costs, and preserve the housing that serves these populations.

Long Term Goal

Be a national leader in the preservation and enhancement of our economy.

Societal Indicator: Poverty

Inspire and support Virginians toward healthy lives and strong and resilient families.

Societal Indicator: Poverty

- Increase the ability of communities to implement innovative and creative responses to community defined needs.

Goal Summary and Alignment

This goal addresses the need to develop the capacity within communities to enable them to develop innovative and appropriate housing, community and economic development initiatives.

Long Term Goal

Be a national leader in the preservation and enhancement of our economy.

Societal Indicator: Poverty

Protect, conserve and wisely develop our natural, historical and cultural resources.

Societal Indicator: Poverty

- Enhance the health and safety of the built environment in a cost effective manner.

Goal Summary and Alignment

Virginia is one of a limited number of states with a uniform set of building codes applicable statewide. The State Building Code Office (SBCO) focuses on the development, promulgation, interpretation, and application of building regulations applicable to conventional buildings and structures. The SBCO also concentrates on industrialized, modular, and manufactured structures to ensure a quality and safe product and installation in accordance with the regulations. Emphasizing uniformity in regulatory requirements, compliance, and enforcement reduces building construction and maintenance costs while ensuring an appropriate level of health and safety in the built environment.

Long Term Goal

Be a national leader in the preservation and enhancement of our economy.

Societal Indicator: Business Climate

Protect the public's safety and security, ensuring a fair and effective system of justice and providing a prepared response to emergencies and disasters of all kinds.

Societal Indicator: Business Climate

- Support policy development and research related to significant economic development, inter-governmental relations, community development and housing issues.

Goal Summary and Alignment

State support of regional approaches helps provide better program service delivery and results in more coordinated outcomes. Coordinated regional planning leads to more efficient deployment of limited state and federal financing resources. Regional entities can also provide assistance in linking individual local efforts to maximize results and minimize costs. This goal addresses the need for policies, research and activities that enhance affordable and accessible housing, community and economic development and environmental safety.

Long Term Goal

Be a national leader in the preservation and enhancement of our economy.

Societal Indicator: Business Climate

Be recognized as the best-managed state in the nation.

Societal Indicator: Business Climate

Protect, conserve and wisely develop our natural, historical and cultural resources.

Societal Indicator: Business Climate

- Use strategic management and model business practices to effectively and efficiently accomplish its mission and deliver services.

Goal Summary and Alignment

This goal informs and guides DHCD's vision to be a well managed agency in fulfilling its mission in an effective and efficient manner.

Long Term Goal

Be a national leader in the preservation and enhancement of our economy.

Societal Indicator: Government Operations

Be recognized as the best-managed state in the nation.

Societal Indicator: Government Operations

Programs and Service Areas for Agency

- 45801: Housing Assistance
- 45804: Homeless Assistance
- 45805: Financial Assistance for Housing Services
- 53301: Community Development and Revitalization
- 53303: Financial Assistance for Regional Cooperation
- 53305: Financial Assistance for Community Development
- 53410: Financial Assistance for Economic Development
- 56202: State Building Code Administration
- 599: Administrative and Support Services
- 70101: Intergovernmental Relations

Customers

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Low-Income	Individuals and Families at 80% or less of Median Household Income	7,279	1,069,430	Decrease
Low-Income	Homeless individuals and families (Households)	25,099	30,555	Decrease
Local or Regional Government Authorities	Local Governments	324	324	Stable
Non-Profit Agency (Boards/Foundation),	Nonprofit Organizations	215	56,627	Increase
Organization	Planning Districts	21	21	Stable
Employer/ Business Owner	Businesses	228	19,508	Increase
Local or Regional Government Authorities	Distressed Communities	52	52	Decrease
Organization	Building Industry and Trade Groups	100	150	Increase

Key Risk Factors

It is likely that federal program resources will receive cuts in future years. Over the past two years, the Community Development Block Grant (CDBG) program has been cut by almost 25 percent, resulting in almost \$5 million less than in 2010 to invest in Virginia's communities, while the HOME program has been cut by 48 percent over that same period. As resources become scarcer, funding decisions will become more difficult and there will be an increased focus on leveraging additional funds to complete community projects. Increased collaboration among State agencies must be increased in order to strategically utilize our shrinking resources. On a positive note, recent initiatives by the Commonwealth have allocated funds targeting distressed communities and to support overall community and economic development efforts, and these resources will be extremely beneficial and are hoped to yield significant positive outcomes.

As the importance and significance of the cultural heritage initiatives increase, the Commonwealth must expand its support and commitment to these efforts. New state funded initiatives, including the Building Collaborative Communities and Industrial Revitalization Fund, along with the increased base budget for the Main Street program and a focus on helping communities and regions build entrepreneurial economies will continue to create new opportunities to spur economic development, particularly in distressed areas of the Commonwealth.

Products and Services

DHCD's programs and services are often viewed as the "first rungs" on the ladder of economic development in communities across Virginia. DHCD takes a comprehensive and collaborative approach to working with localities to best prepare and position them to progress economically. DHCD works to provide a foundation of understanding, planning and increased capacity to pursue economic development initiatives. DHCD community development programs are designed to support economic development, infrastructure and housing improvements, and the revitalization of Virginia's distressed areas. The ultimate objective of DHCD is to improve the quality of life in Virginia's communities.

DHCD collaborates with localities and federal and state partners to make strategic investments in communities. Through all of its programs, DHCD emphasizes building the capacity of communities and regions to improve their overall quality of life. DHCD works to invest resources in areas that address economic development needs and issues on a regional, rather than local, basis. By working in partnership with other jurisdictions and municipalities, distressed areas could greatly enhance their overall economic impact throughout the region.

Programs and services provided through DHCD have a primary focus of improving the quality of life for citizens and communities throughout Virginia. DHCD seeks to enhance community well-being through programs that focus on; (1) comprehensive regional economic development, (2) increasing entrepreneurial capacity, and (3) enhancing downtown/commercial revitalization. The agency implements a wide array of economic development strategies aimed at creating new jobs, spurring private investment, and improving the overall economic environment.

DHCD works in collaboration with communities throughout the Commonwealth as part of its comprehensive approach to addressing affordable housing needs through: housing production; housing preservation and rehabilitation; permanent supportive housing; homeless prevention and special needs housing.

The Virginia statewide building and fire regulations, including the Virginia Uniform Statewide Building Code (USBC) and the Virginia Statewide Fire Prevention Code (SFPC), promote the safe, healthy, accessible, and affordable construction of all buildings and structures. Maintaining uniformity in the application of the building code across the Commonwealth is a key commerce and trade issue. Safe buildings and communities result from strategic partnerships between citizens, architects, builders, code officials, and trades people. DHCD supports the Board of Housing and Community Development in promulgating the Uniform Statewide Building Code and Statewide Fire Prevention Code. These codes strive to strike a reasonable balance between building affordability and safety.

Trends

Rankings & Customer Trends

The primary focus of the agency's housing and community development activities is on communities demonstrating the greatest need. This includes economically distressed communities that lack the employment opportunities, resources or facilities that are essential prerequisites of a dynamic local economy. Generally, DHCD provides programs to assist low- and moderate-income individuals and households, the elderly and disabled, persons and families who are either homeless or face an imminent threat of becoming so, and economically distressed communities.

In its housing and community development operations, DHCD gives a high priority to those customers – whether individuals, households or communities – with a limited capacity to reach desired goals. Providing households and communities access to the opportunities available in Virginia's expanding economy is an important component of the state's effort to sustain economic growth and development.

The agency's efforts in building and fire regulations further buttress the efforts to assure the health and safety of all Virginians and the built environment. Toward this end, the emphasis on the standardization of building and fire code and regulatory provisions, including consistency in their interpretation and uniformity in their application, promotes and facilitates code compliance in building planning, design, and construction.

In keeping with its emphasis on enhancing opportunities for community development in Virginia's localities, the Department is maintaining its commitment to working with communities in identifying the areas of greatest need and assisting through its grant and loan programs in meeting those needs. DHCD is positioning itself to work with localities, non-profit organizations, and other partners in responding to specific areas of anticipated need, including; growing numbers of disabled, elderly, and homeless households that are creating a higher demand for housing with access to critical supportive services. Increases in the number of requests for assistance for home modifications are resulting from an increase in the elderly population that is attempting to remain independent.

Trend Name	Trend Area
Number of Customers	Increase
Distressed Communities	Increase
Funding Support	Decrease

Performance Highlights: Service Performance & Productivity Initiatives

DHCD works in collaboration with communities throughout the Commonwealth as part of its comprehensive approach to meeting the housing needs of: (a) the homeless; (b) those at risk of becoming homeless; (c) special needs populations; (d) individuals with HIV/AIDS and (e) those that could not otherwise afford decent housing. Each year, more than 30,000 persons are served by programs that prevent homelessness, shelter those who are homeless, move the homeless into permanent housing, offer supportive services to those with special needs including victims of domestic violence and assist low-income citizens in accessing decent, safe and affordable housing. If it were not for these programs, the safety and lives of thousands of individuals and families would be in jeopardy. The demand for housing assistance and homeless prevention and services increased during the recession. American Recovery and Reinvestment Act (ARRA) funds helped address a portion of this increasing need. As ARRA funds are exhausted, DHCD faces challenges utilizing limited resources to address an on-going demand for services. DHCD leverages its funds and those of its partners to insure that the housing needs of Virginia's most vulnerable citizens are met.

In order to reduce homelessness by 15 percent over a three year period, DHCD has changed its homeless services programs. In FY 2013, approximately 60 percent of homeless services funding was targeted to rapid re-housing efforts. This is a nationally acclaimed best practice that quickly moves persons experiencing homelessness out of shelters and into permanent housing, with supportive services provided as appropriate. This approach has proven to be more cost efficient and more effective in moving people into stable housing more quickly. This builds on pilot projects that DHCD successfully implemented in FY 2011 and FY 2012.

From 2010 to 2012, homelessness in Virginia declined eight percent. During this same time, homelessness for families decreased 11 percent and the chronic homelessness rate decreased 36 percent.

The Enterprise Zone Program (EZ) continues to be a strong tool for economic development that provides grants to businesses for job creation and real property investment. Both the number of firms qualifying for job creation grants and the number of net new jobs created increased for calendar year 2011 (paid from FY 12).

Management Discussion & Analysis

Future Direction, Expectations, and Priorities

The Department of Housing and Community Development (DHCD) is working in several areas to refine and bolster housing, community, and economic development assistance to distressed communities. In addition to ongoing priorities and efforts, several new or enhanced community development initiatives arose from the Administration's Commission on Job Creation, with each targeting distressed communities by providing additional resources to spur private investment, create jobs, and serve as a catalyst for the region.

Economic Restructuring – DHCD continues to provide technical assistance to communities that are struggling to adapt to the changing economy. Many of the state's rural communities were driven by textiles, manufacturing, coal, rail, and other forces that no longer sustain them. Through the Economic Restructuring process, emphasis is placed on capitalizing each community's unique assets—asset-based development—to establish a unified vision for future development, branding and marketing, and cultivating an entrepreneurial network that encourages and supports small business development.

Southwest Virginia Cultural Heritage Foundation - Efforts and investments progressing toward a regional economic restructuring have been underway for several years now. These efforts include a multi-faceted approach led through DHCD in partnership with localities across the region. The most significant traction has been centered on a cultural heritage movement overseen by the Southwest Virginia Cultural Heritage Foundation (SWVCHF). The SWVCHF was a critical step in organizing and coalescing Southwest Virginia's asset-based economic development efforts. The first phase of this movement began with the establishment and immediate success of The Crooked Road: Virginia's Heritage Music Trail; the total economic impact was assessed at \$23 million for 2008, generating approximately \$600,000 for the Commonwealth and local governments. Success associated with the launch of The Crooked Road inspired the artisan affiliate, 'Round the Mountain. A third component in this asset-based strategy opened in the summer of 2011, Heartwood: Southwest Virginia's Artisan Gateway. During its first full year of operation, Heartwood produced an estimated economic impact of \$8.0 million and supported 108 jobs in the region. This asset-based economic initiative has resulted in a total economic impact in excess of \$30 million to the region.

Affordable Housing Resources – The need for affordable housing continues to exceed available resources. Federal funding has been curtailed putting increased pressure on existing resources. The Commonwealth has historically focused state general fund support on addressing homelessness. In its 2012 and 2013 sessions, the General Assembly appropriated funding to establish the Virginia Housing Trust Fund. DHCD has worked collaboratively with the Virginia Housing Development Authority (VHDA), the Virginia Housing Coalition and the Virginia Coalition to End Homelessness to design and implement the Trust Fund. Trust Fund grants and loans will be aligned with the priorities outlined in the Governor's Housing Policy. At least 80 percent of the Trust Fund is to be used for short, medium and long-term loans to reduce the cost of homeownership and rental housing. Additionally, up to 20 percent may be used to provide grants for targeted efforts to reduce homelessness. In addition, the General Assembly provided new funding for the development of permanent supportive housing and assistance for rapid rehousing of the homeless.

45801: Housing Assistance

Description

The Department of Housing and Community Development (DHCD) administers programs through this service area that seek to provide safe, accessible, and decent housing opportunities. These funds are provided to local governments and nonprofit organizations that serve low-income individuals and households with incomes falling below 80 percent of area median income (AMI), including the elderly and disabled.

The 2012 General Assembly appropriated \$7 million in funding for the second year of the current biennium to establish a new Virginia Housing Trust Fund. The 2013 General Assembly appropriated an additional \$1 million so the Virginia Housing Trust Fund now totals \$8 million. DHCD worked collaboratively with Virginia Housing Development Authority (VHDA), the Virginia Housing Coalition and the Virginia Coalition to End Homelessness to gather input regarding the program design of this newly created trust fund. DHCD, in conjunction with VHDA, submitted a Virginia Housing Trust Fund plan outlining the uses and structure of the fund in accordance with budget language.

To implement the provisions of the Fund, DHCD and VHDA are proposing to allocate funds through the broad categories, including the designation of \$1 million for foreclosure rehabilitation loans through the Virginia Trust Stabilization Program (TSP). This funding will be dedicated to a residential foreclosure rehabilitation and resale program to promote home ownership and preserve stable residential communities in areas hardest hit by foreclosure.

The 2013 General Assembly also appropriated \$200,000 for Community of Opportunity Grants to help encourage landlords to accept housing vouchers in non-poverty areas. This is a pilot program targeted to the Richmond metropolitan area.

Funds in this service area are used for grants and loans to increase production of single and multi-family housing targeted at households at or below 80 percent AMI, to remove health and safety hazards, to improve affordability and habitability through energy-efficiency, heating, and plumbing improvements, and to address accessibility needs.

Additionally, this service area addresses the back log of substandard housing in Virginia's rural areas through housing rehabilitation services. One in every seven housing units in the most rural Virginia counties is over 65 years old compared to less than one in ten in the state as a whole. Even when indoor plumbing may exist, older housing is more likely to require rehabilitation, including improvements to major building components and systems, to meet current health and safety standards. Funds will be provided to local and regional organizations for housing rehabilitation. Substandard housing units will be brought up to DHCD's Housing Quality Standard ensuring a decent, safe and sanitary living environment. Program beneficiaries will have household incomes of 80 percent or less of the area median income.

Mission Alignment and Authority

This service area directly aligns with DHCD's mission of working in partnership to make Virginia's communities safe and affordable places in which to live. In addition, an improved housing stock enhances the economic viability of a community.

Customers for this Service Area

Anticipated Changes to Customers Base

Continued levels of high unemployment, coupled with the high rate of foreclosures in some areas of the Commonwealth have increased the number of low-income families in need of housing assistance. Loss of employment and income has resulted in once middle-class families becoming low-income. As the number of low-income families continues to rise, the demand for affordable housing will increase.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Low-Income	Individuals and families at 130% of poverty (Households)	3,081	848,108	Increase
Low-Income	Low-income disabled individuals and families requiring accessibility improvements (Households)	100	200,000	Increase
Low-Income	Low-income elderly individuals living in housing units that need repairs (Housing Units)	800	454,338	Increase
Low-Income	Low-income households living in units without complete indoor plumbing	175	13,499	Decrease

Partners for this Service Area

Partner	Description
Virginia Housing Development Authority	
Virginia Coalition to End Homelessness	
Virginia Housing Coalition	

Products and Services

Factors Impacting the Products and/or Services

The products and services in this service area include preservation and production of affordable housing using a variety of programs and funding sources. As the number of low-income persons continues to increase the need for affordable housing grows. Families are unable to provide necessary improvements to homes which make preservation activities very important. While Virginia has not been as impacted by foreclosures as other states, thousands of citizens have lost their homes. This means that they now need affordable rental housing, which is in very short supply. The department anticipates an increased need for affordable rental housing. Additionally, there will

be an increased need for permanent supportive housing as Virginia shifts its approach to address chronic homelessness. The state is making efforts to move persons with disabilities from institutions to community-based services. This increases the need for special needs housing that is affordable, accessible and available. The department anticipates a continued significant demand for housing support services for specific populations including those with special needs, veterans, disabled, elderly, re-entering prisoners, and those impacted by the on-going foreclosure crisis. DHCD also has wealth-building programs to help eligible individuals save funds for future use, such as to assist with a downpayment for a house and receive counseling services to help prepare "savers" for the responsibilities associated with becoming a homeowner.

Anticipated Changes to the Products and/or Services

The department plans to put an increased priority on permanent supportive and special needs housing. These are in particularly short demand and serve very high need populations. Funding from the U. S. Department of Housing and Urban Development HOME Investment Partnership Program has been significantly reduced. This has adversely affected the amount of funds available for the production and preservation of affordable housing.

The 2012 General Assembly appropriated \$7 million in funding for the second year of the current biennium to establish a new Virginia Housing Trust Fund. The 2013 General Assembly appropriated an additional \$1 million so the Virginia Housing Trust Fund now totals \$8 million. DHCD worked collaboratively with Virginia Housing Development Authority (VHDA), the Virginia Housing Coalition and the Virginia Coalition to End Homelessness to gather input regarding the program design of this newly created trust fund. DHCD, in conjunction with VHDA, submitted a Virginia Housing Trust Fund plan outlining the uses and structure of the fund in accordance with budget language.

The 2013 General Assembly also appropriated \$200,000 for Community of Opportunity Grants to help encourage landlords to accept housing vouchers in non-poverty areas. This is a pilot program targeted to the Richmond metropolitan area.

Listing of Products and / or Services

- Funding through grants and loans
- Grants administration for U. S. Department of Housing and Urban Development, U. S. Department of Energy, U. S. of Department of Health and Human Services, state and special fund sources (Commonwealth Priority Housing Fund, Virginia Housing Partnership Fund and Virginia Housing Trust Fund) used for development of affordable multi-family and single family housing development and rehabilitation for low-income and special needs populations including the elderly, the disabled and the previously homeless, homeownership assistance for first-time homebuyers and the disabled, indoor plumbing and housing rehabilitation, health and safety hazards in housing units and repair and rehabilitation of substandard units, using the Weatherization Assistance Program, Emergency Home Repair Program, Indoor Plumbing Rehabilitation Program, Community Development Block Grant program, Neighborhood Stabilization Program, and State tax refund donations to the Virginia Housing Program
- Customer service and training through annual training, technical assistance visits, and monitoring visits
- Operating Support for community-based housing organizations

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	571,055	25,486,876	571,055	25,486,876
Changes to Base	-10,100	-8,474,609	8,189,900	-8,474,609
Total	560,955	17,012,267	8,760,955	17,012,267

Objectives for this Service Area

Objectives for this Service Area

Objective

Improve the quality and increase the affordability of housing options for low-income households, including the elderly and disabled

Description

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

No Agency Goals for this Objective

Measures

- Number of households provided with new or improved affordable housing

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

This measure is calculated on the number of substandard housing units occupied by low-income individuals and families that are repaired, rehabilitated and/or receive energy-efficiency improvements. Information will be gathered through periodic reports to the Department of Housing and Community Development (DHCD) from nonprofit organizations and local governments that provide the direct services. The number of households served at the end of each fiscal year will be compared to the preceding year.

45804: Homeless Assistance

Description

This service area administers the Commonwealth's programs seeking to end homelessness in Virginia in partnership with local governments and nonprofit organizations who serve the homeless, those at imminent risk of homelessness and persons with Human Immunodeficiency Virus/Acquired Immune Deficiency Syndrome (HIV/AIDS).

Funds are used for homeless assistance and prevention. This includes operating support for emergency shelters, support services, and assistance such as deposits and temporary rental assistance to help move persons experiencing homelessness into permanent housing. Funds are also used to help divert people from becoming homeless by providing support services and temporary rental assistance.

The 2013 General Assembly allocated \$500,000 for the development of permanent supportive housing. These funds will provide permanent housing for chronically homeless persons, those who are most difficult to serve. The General Assembly also allocated \$500,000 to continue support for rapid re-housing – moving persons out of homeless shelters and into permanent housing settings as quickly as possible.

Mission Alignment and Authority

By providing safety through shelters, homeless prevention programs, rapid re-housing and the creation of permanent supportive housing, this service area supports DHCD's mission of working in partnership with local service providers in providing low-income and homeless individuals and families safe and affordable places to live.

Customers for this Service Area

Anticipated Changes to Customers Base

The demand for homeless assistance has increased as a result of economic challenges. More people have become homeless putting more stress on limited service resources. As the number of people needing homeless services and assistance has increased, it has become more difficult for non-profit service providers to meet these needs. Funding continues to lag behind needs. It is more difficult for non-profits to maintain financial viability during the economic slump. All of this means that as the demand for the department's assistance increases, funding adequacy and viable local partners are shrinking. This presents challenges to reducing levels of homelessness in Virginia.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Low-Income	Homeless individuals and families (Households)	28,125	45,125	Increase
Low-Income	Low-income individuals and families at risk of homelessness	8,226	187,354	Increase

Partners for this Service Area

Partner	Description
<i>No partners currently entered in plan</i>	

Products and Services

Factors Impacting the Products and/or Services

An on-going lack of affordable housing makes it difficult to re-house homeless families. With limited and insufficient supplies of affordable housing homelessness cannot be reduced. High unemployment limits homeless families' abilities to successful transition to permanent housing. The Virginia Tech Center for Housing Research found a deficit of over 92,000 housing units for households with an income below 30 percent of the median family income in 2000. On-going economic problems have contributed to this problem.

Anticipated Changes to the Products and/or Services

The department has restructured its homeless assistance programs in keeping with current research, best practices and the Homeless Outcomes Policy Report. The department transitioned to a competitive process that puts an increased focus on homeless prevention and rapid re-housing rather than relying primarily on an emergency response approach to homelessness. This is consistent with the approach required in federal homeless assistance programs. Research has demonstrated that rapid re-housing is a most cost effective way of addressing homelessness. It has also been demonstrated to be a more effective strategy for support service delivery. In order to make the most effective use of limited resources, the department has moved to supporting a range of homeless services rather than just emergency shelter services. Permanent supportive housing provides housing opportunities for chronically homeless persons who need on-going supportive services in order to remain stably housed.

Listing of Products and / or Services

- Development of grant applications for funding from federal and non-federal sources
- Grants administration for Emergency Solutions Grant (ESG)
- Housing Opportunities for Persons with AIDS (HOPWA)
- Housing Solutions Grant for operations(HSG) and rapid re-housing (HSG) Permanent Supportive Housing
- Homelessness Prevention Program (HPP)

- Child Services Coordinator Grant (CSCG)
- Child Care for Homeless Children (CCHCP)
- Customer service and training through training, technical assistance visits and monitoring visits
- Support and coordination for local Continuum of Care and other planning processes that result in increased collaboration and coordination in the delivery of services to homeless individuals and families
- Implementation of the actions steps outlined in the Homeless Outcomes Report

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	11,787,173	6,403,717	11,787,173	6,403,717
Changes to Base	1,510,100	-10,100	1,010,100	-10,100
Total	13,297,273	6,393,617	12,797,273	6,393,617

Objectives for this Service Area

Objectives for this Service Area

Objective

Increase housing to homeless individuals and those at risk of becoming homeless.

Description

DHCD works in collaboration with communities throughout the Commonwealth as part of its comprehensive approach to meeting the housing needs of: (a) the homeless; (b) those at risk of becoming homeless; (c) special needs populations; (d) individuals with Human Immunodeficiency Virus/Acquired Immune Deficiency Syndrome (HIV/AIDS) and (e) those that could not otherwise afford decent housing. Each year, more than 30,000 persons are served by programs that prevent homelessness, shelter those who are homeless, move the homeless into permanent housing, offer supportive services to those with special needs including victims of domestic violence and assist low-income citizens in accessing decent, safe and affordable housing.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

- Increase the availability and affordability of safe and accessible housing throughout the Commonwealth.

Measures

- Number of homeless households securing permanent housing

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Service providers submit quarterly and annual reports indicating the status of households that leave their programs.

- Number of households averting homelessness

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Quarterly and annual reports filed by grantees provide the number of households assisted and the number of households maintaining housing and averting homelessness.

45805: Financial Assistance for Housing Services

Description

This service area provides funds to local governments that partner with DHCD to administer the Commonwealth's programs seeking to provide safe, accessible and decent housing opportunities through local governments and nonprofit organizations who serve low-income individuals and households with incomes falling below 80 percent of area median income (AMI), including the elderly and disabled. The primary goals of this service area are the same as found in Service Area Plans 45801 and 45804.

Mission Alignment and Authority

This service area directly aligns with DHCD's mission of working in partnership to make Virginia's communities safe and affordable places in which to live. In addition, an improved housing stock enhances the economic viability of a community.

Customers for this Service Area

Anticipated Changes to Customers Base

This service area focuses on delivering housing services to low-income citizens through partnerships with local governments. The number of low-income citizens Virginia has increased as a result of loss of income from the on-going economic slump. High rates of unemployment and families experiencing foreclosures have contributed to this increase. Local governments face challenges as local revenues have dropped sharply over the past few years. This has made it more difficult for local governments to provide basic services to their residents. These challenges have made it hard for local governments to find the staff and financial resources to devote to affordable housing efforts. The need for affordable housing continues to increase, but the ability to address it has diminished.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Local or Regional Government Authorities	Local Governments	13	324	Stable

Partners for this Service Area

Partner	Description
Community Action Programs	

Products and Services

Factors Impacting the Products and/or Services

The number of subsidized housing units is threatened as low-income housing tax credits expire on thousands of multi-family units across Virginia. There is a need to re-capitalize these developments in order to extend their useful lives and continue to make them affordable for low-income citizens.

Federal funding cuts to the HOME Investment Partnership Program have reduced the amount of federal funding Virginia receives for affordable housing by 41 percent. This is the only funding available for affordable housing production. This reduction will mean that fewer new affordable housing units will be developed in Virginia.

Anticipated Changes to the Products and/or Services

The demand for services is anticipated to increase due to the aging population. It is unlikely that the current funding levels will be adequate to meet the increased demand.

- As the cost of materials rises, some program activities may become limited due to caps on the amount of funds, particularly federal funds that may be used in a housing unit.
- The recent decrease in federal support for Community Action Programs, one of DHCD's partners, is expected to have an effect on the number of staff available to provide direct services. This may result in fewer housing units receiving assistance.
- As housing units age, they need repairs, often due to deferred maintenance as the occupants are unable to afford the necessary repairs and upkeep. It is anticipated that demand for services will increase as these homes reach critical condition. It is unlikely that the current funding levels will be adequate to meet the increased demand.
- The demand for affordable housing units will strain the available resources. The department anticipates putting a priority on developing units used for permanent supportive housing for chronically homeless persons and special needs housing for persons with disabilities. These priorities are consistent with the recommendations in the Homeless Outcomes Policy Report released in November 2010.

Listing of Products and / or Services

Funding through grants and loans

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	84,568	4,200,432	84,568	4,200,432
Changes to Base	0	0	0	0
Total	84,568	4,200,432	84,568	4,200,432

Objectives for this Service Area

Objectives for this Service Area

Objective

Improve the quality of housing units occupied by low-income households, including the elderly and disabled, through funding to local governments.

Description

DHCD works closely with local governments and nonprofit partners to undertake rehabilitation of dilapidated housing in the Commonwealth.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

No Agency Goals for this Objective

Measures

- Number of local governments assisted with housing activities.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

This measure is calculated based on the number of local governments receiving assistance targeted towards housing needs and issues. Information will be gathered from both quarterly and annual reports made by local governments to the Department of Housing & Community Development (DHCD) and from fiscal records on financial transactions.

53301: Community Development and Revitalization

Description

This service area encompasses work programs that are designed to support and enhance local community development and economic and physical revitalization efforts. It is a combination of grants, technical assistance, design assistance, market development and branding, capacity building and leadership development, and training initiatives that the Community Development Division provides to local partners to carry out revitalization and development activities in distressed areas of Virginia's communities and urban neighborhoods. Activities are targeted to distressed communities where needs are greatest. Training and technical assistance are targeted toward helping clients understand the resources available through this activity and learning how to effectively apply them to their own local situations. Specific programmatic efforts include placed-based and economic development capacity building technical assistance including the recently introduced Building Collaborative Communities program, Community Development Block Grant (CDBG) Program administration, Appalachian Regional Commission (ARC) Program administration, the Industrial Revitalization Fund, the Building Entrepreneurial Economies program, regional water and wastewater construction programs, the Virginia Main Street program, the Virginia Individual Development Accounts Program, the Neighborhood Stabilization Program, and the new Trust Stabilization Program. Resources are also dedicated to support asset-based development initiatives, such as the Southwest Virginia Cultural Heritage initiatives that includes the Crooked Road, Heartwood, 'Round the Mountain, and Appalachian Spring, along with Southern Virginia's Creative Economies, and Fields of Gold. DHCD continues to work collaboratively with local partners in the Shenandoah Valley region to support the development of a strong artisan network and to assess the viability of an artisan center. Support is also provided to the Center for Rural Virginia to help further their mission of fostering rural community leadership and promoting the attributes of rural Virginia.

Mission Alignment and Authority

This service area increases the capacity of local and regional entities to work in effective partnerships with DHCD. It also provides resources that directly affect the prosperity and viability of Virginia's most distressed communities.

Customers for this Service Area

Anticipated Changes to Customers Base

New programs such as the Industrial Revitalization Fund, Building Collaborative Communities, the Rural Community Development Initiative, and Trust Stabilization Program will create new partnership opportunities. Intensive revitalization and capacity building technical assistance and resources will be provided to two new designated Virginia Main Street communities Projected to remain level at 160 local government customers and 75 nonprofit partners by 2016. While there has been some introduction of new state funding, federal funding remains unstable and some state support has decreased. Should resources be cut or eliminated, the number of partners will decrease.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Local or Regional Government Authorities	Local Governments	160	324	Stable
Non-Profit Agency (Boards/Foundation),	Nonprofit Organizations	75	75	Stable
Local or Regional Government Authorities	Technical Assistance Recipients	8,000	8,400	Stable

Partners for this Service Area

Partner	Description
Virginia Economic Development Partnership	
Virginia Tourism Corporation	
Appalachian Regional Commission	
Virginia Cooperative Extension	
Tobacco Commission	
USDA-Rural Development	

Products and Services

Factors Impacting the Products and/or Services

Reductions in funding levels and ability to attract and retain quality staff will impact the number of partners and communities which can be served.

Anticipated Changes to the Products and/or Services

As the importance and significance of the cultural heritage initiatives increase, the Commonwealth must expand its support and commitment to these efforts. New state funded initiatives, including the Building Collaborative Communities and Industrial Revitalization Fund, along with the increased base budget for the Main Street program and a focus on helping communities and regions build entrepreneurial economies will continue to create new opportunities to spur economic development, particularly in distressed areas of the Commonwealth. The HOME program, a major source of funding for Indoor Plumbing Rehabilitation (IPR), has been cut by 48 percent over the last two years, while CDBG funding has been cut by almost 25 percent over that same time.

Listing of Products and / or Services

- Community Development Block Grant (CDBG), Industrial Revitalization Fund (IRF) and Appalachian Regional Commission (ARC) program administration and

technical assistance to support project development and implementation

- Capacity building technical assistance, training and services to nonprofit organizations, with an emphasis on building capacity for regional collaborations.
- Downtown revitalization development and technical assistance, real estate packaging assistance; training and design and economic restructuring services
- Seed grants for operational support to nonprofit and community organizations
- Training and matching funds for individual development account savers to use for homeownership, self-employment and education
- Support for innovations in microfinance and local entrepreneurial development strategies
- Collaborative support for regional community economic development strategies and entrepreneurship,
- Grants to nonprofit organizations to support the cultural economy in Southwest Funds to support the Southwest Virginia Cultural Heritage Foundation in starting and operating the Southwest Virginia Artisans Center
- Project administration to construction of water and wastewater systems
- Funding through the Neighborhood Stabilization Program to improve conditions of neighborhoods impacted by the foreclosure crisis.
- Grants and technical assistance that play a critical role in the economic delivery strategy to support and address sundry economic challenges such as job losses from industry downsizing or plant closings
- Continued oversight of the Southern Rivers program, designed to improve the water quality in non-Chesapeake Bay watersheds; this program will reach completion soon.
- Increased emphasis on improving communication and partnerships with other state and federal partners.
- Support to the Virginia Center for Rural Development

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	6,028,856	1,950,742	6,028,856	1,950,742
Changes to Base	-2,005,073	-952,976	6,070,056	-952,976
Total	4,023,783	997,766	12,098,912	997,766

Objectives for this Service Area

Objectives for this Service Area

Objective

Promote greater prosperity for distressed communities and citizens.

Description

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

- Revitalize communities through the strategic investment of resources
- Increase the ability of communities to implement innovative and creative responses to community defined needs.

Measures

- Number of new jobs created through community development activities.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Annual reports from local governments and regional partners and grant recipients for the following programs: Community Development Block Grants (CDBG), Appalachian Regional Commission (ARC), Virginia Enterprise Initiative (VEI) and the Main Street Program.

- Amount of new private investment in distressed communities through community development activities.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Reports from local governments, regional partners, and grant recipients for the following programs. Community Development Block Grants (CDBG), Appalachian Regional Commission (ARC), Virginia Enterprise Initiative (VEI), and the Virginia Main Street Program.

Objective

Reduce economic disparity between Virginia's communities

Description

The decline in traditional economic sectors as well as increased international competition has left many regions of the state behind economically. Many urban and rural communities face severe economic distress as they have fallen behind the rapid pace of economic change prevailing in much of the state. While the statewide unemployment rate is one of the lowest in the nation, certain distressed areas have much higher rates than the state average. DHCD has given increased emphasis in its community development programs to providing financial and technical support while working with its partners to assist these localities.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

- Revitalize communities through the strategic investment of resources
- Increase the ability of communities to implement innovative and creative responses to community defined needs.

Measures

- Dollar Cost of Jobs Created

Measure Class Preferred Trend Frequency

Data Source and Calculation

The Department of Housing & Community Development's (DHCD) cost including the grant amount associated with awarding economic development grants divided by the number of jobs created by the localities and businesses utilizing the grants. DHCD's costs include the administrative costs for staff supporting the grant programs and the actual amount of the grant expended on projects that generate job development. The programs include Community Development Block Grants (CDBG), the Appalachian Regional Commission (ARC), the Virginia Main Street Program, Virginia Enterprise Initiative (VEI) and the Enterprise Zone (EZ) Program.

53303: Financial Assistance for Regional Cooperation

Description

The primary purpose of this service area is to encourage and facilitate local government cooperation in addressing on a regional basis problems of greater than local significance. Cooperative efforts are intended to assist local governments in meeting their own problems by enhancing their ability to recognize and analyze regional opportunities and take account of regional influences in planning and implementing their public policies and services. Planning District Commissions (PDCs) are charged with assisting localities in meeting these goals. There are 21 PDCs. Benefits include greater effectiveness in conducting local government functions and the PDCs provide a wide range of assistance to local governments including funding applications, grants management, economic development coordination and management assistance. Also included are resources to support planning and design activities for water and wastewater systems.

Mission Alignment and Authority

This service area directly aligns with DHCD's mission to make Virginia communities safe, affordable and prosperous places in which to live, work and do business.

Customers for this Service Area

Anticipated Changes to Customers Base

Structural changes to individual Planning District Commissions

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Organization	Planning Districts	21	21	Stable

Partners for this Service Area

Partner	Description
<i>No partners currently entered in plan</i>	

Products and Services

Factors Impacting the Products and/or Services

Structural changes to individual Planning District Commissions.

Anticipated Changes to the Products and/or Services

Between October 2007 and May 2010, state general fund support to the Planning District Commissions (PDCs) was reduced a total of six (6) times (from \$90,000 to \$66,062 for most PDCs). The final budget bill approved by the 2011 General Assembly increased state funding to the PDCs by 15 percent (from \$66,062 to \$75,971 for most PDCs) and the budget bill approved by the 2012 General Assembly in Special Session maintained that level of annual funding over the biennium. It is important to note that any reduction in funding in the future would negatively impact PDCs' ability to provide services to their member local governments and could result in the loss of matching federal funds.

Listing of Products and / or Services

- Distribution of state funding
- Technical assistance and training
- Coordination of agency programs
- Review of and adjustments to the boundaries of planning districts after each decennial census
- Biennial report on Planning District Commissions to the Governor and the General Assembly

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	2,456,006	0	2,456,006	0
Changes to Base	-351,930	0	-351,930	0
Total	2,104,076	0	2,104,076	0

Objectives for this Service Area

Objectives for this Service Area

Objective

Provide technical and financial support to 21 regional Planning District Commissions (PDCs) to help identify and address critical community development needs.

Description

DHCD works with the 21 Planning District Commissions (PDCs) that are charged with assisting localities to promote economic development. Benefits include greater effectiveness in conducting local government functions and the PDCs provide a wide range of assistance to local governments including funding applications, grants management, economic development coordination and management assistance.

Objective Strategies

- Continue to maintain working partnerships with all PDCs and assist them in providing technical assistance to communities designed to help them access and effectively use agency resources to meet their critical needs.
- Distribute annual appropriations to all PDCs and monitor their progress in preparing and implementing regional community development strategies and initiatives as outlined under the Regional Cooperation Act.
- Distribute funding to Planning District 14 for regional economic development efforts.
- Distribute funding to Planning Districts 1,2 and 3 that support the planning efforts of regional infrastructure projects.
- Provide adequate staffing to implement the Appalachian Regional Commission (ARC) program.

Alignment to Agency Goals

- Support policy development and research related to significant economic development, inter-governmental relations, community development and housing issues.

Measures

- Percentage of payments disbursed to Planning District Commissions in a timely and accurate manner.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

The first quarterly payment is made upon receipt of the annual reports, which are due to the Department of Housing & Community Development (DHCD) on September 1. Subsequent quarterly payments will be made on or about October, January and April of each year.

53305: Financial Assistance for Community Development

Description

This service area encompasses work programs that are designed to support and enhance local community development and revitalization efforts primarily through financial assistance. It includes both state and federal funding resources. Wide ranges of activities are funded, including infrastructure development, economic development support, downtown revitalization, neighborhood improvements, housing rehabilitation, economic self sufficiency, asset building and community service facilities. Activities are targeted to distressed communities where needs are greatest. These tools will include financial resources available through the Community Development Division. Specific programmatic efforts include the Southwest Virginia Infrastructure Construction Fund, the Virginia Enterprise Initiative, the Indoor Plumbing / Rehabilitation Program, the Virginia Water Project, Community Development Block Grant (CDBG) Program and the Appalachian Regional Commission (ARC) Program.

Mission Alignment and Authority

This service area provides resources to help develop safe living environments that are provided with basic infrastructure and services to meet the needs of citizens in distressed areas.

Customers for this Service Area

Anticipated Changes to Customers Base

Projected to increase to 175 local governments by 2016 due to new programs such as the Building Collaborative Communities and Industrial Revitalization Fund

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Local or Regional Government Authorities	Local governments	160	248,324	Stable
Local or Regional Government Authorities	Technical assistance recipients	8,000	8,400	Increase

Partners for this Service Area

Partner	Description
No partners currently entered in plan	

Products and Services

Factors Impacting the Products and/or Services

Reductions in funding levels will impact the number of partners and communities which can be served.

Anticipated Changes to the Products and/or Services

Potential budget cuts would impact the delivery of services. The Indoor Plumbing Rehabilitation (IPR) program has received incremental reductions and could see further future cuts. The CDBG program received a nearly \$4 million reduction in FY2011.

Listing of Products and / or Services

- Technical assistance on grant implementation
- Grants to units of local government
- Grants to nonprofit organizations
- Grants to Planning District Commissions on behalf of local and regional projects
- CDBG and ARC program administration and technical assistance to support project development and implementation
- Implementation and technical assistance for the IPR program; addressing the neediest households in the Commonwealth, those without complete bathrooms or kitchen facilities.
- Grants to local and regional service providers and lenders for business training and self-employment loans for low-income citizens to become economically self-sufficient
- Grants and technical assistance to facilitate improvements and connections to water and wastewater systems

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	7,184,137	41,007,732	7,184,137	41,007,732
Changes to Base	3,209,165	-12,997,486	-3,104,809	-14,497,486
Total	10,393,302	28,010,246	4,079,328	26,510,246

Objectives for this Service Area

Objective

Provide targeted funding for infrastructure that will provide new or enhanced water and wastewater treatment for citizens in distressed communities.

Description

Community infrastructure is critical to the health and safety of Virginia's communities. DHCD exerts tremendous effort to partner local, state, and federal organizations to address the needs of Virginia households that do not have access to clean and safe drinking water or which do not have the proper infrastructure to safely dispose of wastewater. DHCD also has worked closely with localities to conduct extensive research into communities which are lacking this infrastructure to identify the extent of need, develop potential solutions to those needs, and prioritize construction projects to address those identified needs.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

- Revitalize communities through the strategic investment of resources

Measures

- Number of households provided with new or improved water/wastewater treatment

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Reports from grant recipients for the Community Development Block Grants (CDBG) which have been reduced by 25 % over 2 years, Southwest Virginia Water & Wastewater Grant Program, the Souther Rivers Grant program utilizing the Water Quality Improvement Grants which will be expended in FY 2013. Other funds are being reduced such as the Appalachian Regional Commission (ARC) and HOME federal funds. The results are expected to decrease due to these reductions in funding.

- Number of local governments assisted with community development activities.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Reports from grant recipients from the following programs: Community Development Block Grants (CDBG), Neighborhood Stabilization Program (NSP), Appalachian Regional Commission (ARC), Indoor Plumbing & Rehabilitation Program (IPR), and the Southern Rivers Grant program. Future targets are based on the trend for the reduction of both federal and state funding, particularly CDBG (25% reduction over 2 years) and the HOME program (a 48% reduction). The Southern Rivers program will expire in early FY 2013.

Objective

Provide targeted funding for new and improved housing stock for low- and moderate-income citizens now living in substandard housing through funding to local governments.

Description

Lower income homeowners have a limited ability to maintain and improve their existing housing. In the low income rental market, rents are often insufficient for landlords to cover the cost of improvements to rental units. Unscrupulous landlords may also take advantage of lower income families by renting to those who cannot afford a standard rental unit and then pocketing the profits. Substandard housing is prevalent in many Virginia cities. Significant numbers of housing units were constructed in many major Virginia cities prior to the adoption of the Virginia Uniform Statewide Building Code in the early 1970s. Eventually, many of these units will require substantial rehabilitation.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

- Revitalize communities through the strategic investment of resources

Measures

- Number of housing units where complete indoor plumbing was provided

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Track the number of units from completion reports from local governments and non-profits. Both the federal and state funding has been reduced, therefore fewer units will be completed between FY 2013 & 2016. The FY 2013 target has been reduced below the FY 2012 results due to actual reductions in funding. The FY 2016 target will be lower than the FY 2013 due to additional anticipated reductions in funding. Dramatic reductions in resources to support this activity have significantly decreased the number of units which can be completed annually. The HOME program has been reduced by 48 percent over the last two years (FY 2011 & 2012), state provided financial support has gradually decreased, and other possible sources, such as Community Development Block Grants (CDBG) funding has been cut by 25 percent over the past two years (FY 2011 & 2012).

53410: Financial Assistance for Economic Development

Description

This service area includes assistance targeted to businesses and investors in order to encourage new job creation and investment targeted to distressed areas of the Commonwealth. Activities are targeted to distressed communities where needs are greatest. Assistance is provided in the form of grants and tax credits. Specific programmatic efforts include the Enterprise Zone Program.

Mission Alignment and Authority

This service area directly supports DHCD's mission to make Virginia's communities prosperous places in which to live, work and do business.

Customers for this Service Area

Anticipated Changes to Customers Base

More of the enterprise zone communities may be classified as "distressed" communities. This may be a result of the economy as well the expiration of zones with lower community-wide distress such as Chesterfield and Alexandria. Although not barred from enterprise zone designations, the statute requires that at least 50 percent of the designation decision be based on community-wide distress.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Employer/ Business Owner	Designated Enterprise Zones	57	57	Stable
Local or Regional Government Authorities	Distressed communities	27	27	Stable

Partners for this Service Area

Partner	Description
<i>No partners currently entered in plan</i>	

Products and Services

Factors Impacting the Products and/or Services

- Funding availability at the state level
- Legislative changes impacting the structure of these programs
- Local capacity to help make businesses aware of these program resources
- Continued slow economic growth may continue to impact businesses' ability and willingness to create new jobs and investment regardless of public sector financial inducements

Anticipated Changes to the Products and/or Services

No anticipated changes to products or services. However, there should be a continued decrease in the usage of the General Income Tax Credit (GITC). All grandfathered GITC companies should finish their 10-year incentive period by FY 2014. Investment Tax Credit allows for carried forward of unused tax liability so at this point there is no prediction when those will end other than the FY 2019 tax credit sunset.

Listing of Products and / or Services

- Grants to businesses creating new jobs in distressed areas
- Grants to investors making real property improvements in distressed areas
- Tax credits to businesses creating jobs in distressed areas
- Tax credits to investors creating jobs and making real property improvements in distressed areas

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	15,923,354	0	15,923,354	0
Changes to Base	-1,500,000	0	-1,500,000	0
Total	14,423,354	0	14,423,354	0

Objectives for this Service Area

Objectives for this Service Area

Objective

Provide incentives to businesses to stimulate new job creation and private investment in distressed areas.

Description

DHCD community economic development efforts range from infrastructure support for industrial locations, to downtown revitalization to entrepreneurship. DHCD-administered state incentives are used to encourage businesses to target new jobs and investment in designated distressed areas.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

- Revitalize communities through the strategic investment of resources

Measures

- Number of new jobs created as a result of enterprise zone incentives.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Number of jobs reported on Enterprise Zone job creation grant applications. NOTE: Payments occur in June of the corresponding fiscal year. For example, payments for taxable year 2012 jobs reported will occur in fiscal year 2013.

- Amount of new private investment in distressed communities as a result of enterprise zone incentives.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Amount of new private investment as reported on the Enterprise Zone Real Property Investment Grant applications. NOTE: Payments occur in June of the corresponding fiscal year. For example, payments for taxable year 2012 private investments will occur in fiscal year 2013.

56202: State Building Code Administration

Description

This service area, through the State Building Codes Office (SBCO) focuses on the development, promulgation, interpretation, and application of building regulations applicable to conventional buildings and structures, as well as to manufactured homes and industrialized or modular buildings.

The SBCO administers the Virginia Uniform Statewide Building Code (USBC), Virginia Statewide Fire Prevention Code (SFPC), and related regulations. The SBCO emphasizes a comprehensive systems approach, incorporating code development and assistance, compliance and enforcement, interpretation and application, and training and certification by working collaboratively with a diversity of client, constituent, and stakeholder organizations, representing consumers and manufacturers, manufactured housing and industrialized/modular building industries, building owners and property managers, design professionals and general contractors, professional organizations and trade associations, local governments and state agencies. Virginia is also a national leader in the participation and development of the national model codes, with the state regulatory amendments adopted by the Board of Housing and Community Development (BHCD) often piloting the content and intent of the International Code Council (ICC) national model code revisions.

The SBCO supports the State Building Code Technical Review Board (TRB), a quasi-judicial body, in the deliberation and determination of appeal cases brought forth from the local governmental levels arising from the application and enforcement of the USBC, SFPC, and certain other building-related regulations.

The Jack A. Proctor Virginia Building Code Academy (JPVBCA), provides highly recognized administrative, core, introductory, advanced, technical, specialized, code update, and continuing education training programs concerning the content, intent, interpretation, application, compliance, and enforcement of the Virginia Uniform Statewide Building Code (USBC), Virginia Statewide Fire Prevention Code (SFPC), and other related building and fire codes and regulations adopted by the Board. To uniformly enforce the state building and fire codes and regulations, Virginia mandates certification which requires education and examination of its code enforcement professionals to ensure a high level of knowledge, competency, and professionalism. The funding of programs for training of code enforcement professionals is presently supported by a statewide surcharge of 2% levied on all permits issued by local building departments.

The SBCO administers and enforces manufactured housing safety regulations, the licensing program, and Transaction Recovery Fund, through regulations adopted by the Manufactured Housing Board (MHB). The SBCO acts as the state administrative agency for the designated enforcement of federal safety standards and addresses associated complaints. Relative to the industrialized building safety regulations, the SBCO also administers the seals program, issuing compliance seals for industrialized buildings meeting minimum safety standards. The SBCO periodically conducts inspections of the fabrication facilities of industrialized buildings, modular units, and manufactured housing.

Mission Alignment and Authority

The development, promulgation, and uniform enforcement of standardized regulations that achieve an appropriate level of safety at a reasonable level of cost for construction and maintenance provides communities with safe, healthy, and affordable buildings and structures.

Customers for this Service Area

Anticipated Changes to Customers Base

The number of code enforcement personnel fluctuates based upon the construction industry conditions relative to the current economic trends, resulting in an increased new customer base seeking initial certification or a repeat customer base seeking combination or multiple certification that will require staff resources to provide administrative and technical assistance as well as training and certification services.

An increased production and use of manufactured homes and industrialized buildings or modular units, and their increased area and complexity, will likely result in an increased number of customers in those industries as well and a possible increase in requests for customer assistance and consumer complaints.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Local or Regional Government Authorities	Building and Fire Jurisdictions	324	324	Stable
Local Government Employee	Code Enforcement Professionals holding BHCD Certificates	4,000	5,250	Increase
Local or Regional Government Authorities	Compliance Assurance Agencies	31	35	Stable
Contract Employee	Independent Third-Party Inspection Agents	635	655	Increase
Employer/ Business Owner	Industrialized Building Manufacturers	132	145	Stable
Organization	Major Trade Associations/Organizations	4	4	Stable
Employer/ Business Owner	Manufactured Home Brokers	5	8	Stable
Employer/ Business Owner	Manufactured Home Manufacturers	25	40	Stable
Employer/ Business Owner	Manufactured Home Retailers	175	190	Stable

Partners for this Service Area

Partner	Description
U.S. Department of Housing and Urban Development (HUD)	Within this service area, the Department has a Cooperative Agreement with HUD, designating the Department as a State Administrative Agency in the HUD manufactured housing program. The Department partners with HUD

Virginia Community College Workforce Alliance (CWA)	Within this service area, DHCD partnered with CCWA, a governmental alliance, for development of energy conservation code training programs of the JPVBCA
Virginia Department of Human Resources (DHRM)	Within this service area, DHCD partnered with DHRM to support the establishment and utilization of training programs of the JPVBCA via a dedicated internet domain of the statewide learning management system, the Virginia Knowledge Center.
Virginia Department of Mines, Mineral and Energy (DMME)	Within this service area, DHCD partnered with DMME to administer a state ARRA contract with DHCD, to develop and deliver energy conservation code training and certification programs to local governmental code enforcement professionals and interested industry representatives and to assess energy code compliance levels statewide.
Virginia Department of Professional and Occupational Regulation (DPOR)	Within this service area, DHCD partnered with DPOR for approval of DHCD instructors and DHCD technical and code update training programs to satisfy DPOR qualifications for instructor proficiency and requirements for continuing education credits.

Products and Services

Factors Impacting the Products and/or Services

- General construction industry conditions based upon current economy trends.
- Number of code enforcement personnel, i.e. building, fire, and property maintenance officials, technical assistants, and independent third-party inspection agents requiring products, services, and assistance.
- Development and subsequent implementation of technical, advanced, specialized, and regional training curriculum, courses, and programs.
- Development and incorporation of delivery formats and incorporation of technology and alternate media.
- Implementation of continuing education program for code enforcement personnel and professional development opportunities.
- Continued participation of DHCD staff in the development of the new regulatory provisions and subsequent editions of the International Code Council (ICC) national model building codes.
- Future retirements and departure of key supervisory personnel and senior technical staff and the attraction of their replacements with highly qualified persons having code industry knowledge and skills, necessitating a review of the compensation structure.

Anticipated Changes to the Products and/or Services

- Number of code enforcement personnel, i.e. building, fire, and property maintenance officials, technical assistants, and independent third-party inspection agents requiring products and services.
- Training programs and course offerings implemented by the JPVBCA in parallel with Gubernatorial initiatives, emphasizing energy, and water conservation, structural integrity of buildings and accessibility.
- Evaluation of education and examination requirements for existing certifications to ensure knowledge, competency, and professionalism commensurate with present code provisions and current industry standards.
- Development and implementation of one additional certification category relative to the energy conservation code, having optional certifications for commercial and residential building inspection and plans review.
- Enhanced training technology, delivery, and media delivery formats implemented by the JPVBCA.
- Technical and administrative assistance by the SBCO relative to future editions of the ICC national model codes and the Virginia Codes.
- Development and facilitation of training by SBCO JPVBCA instructors associated with the adoption and introduction of the 2012 ICC national model codes.
- Enhancement of electronic on-line registration and application systems and expansion of electronic databases for technical and training assistance.
- Electronic publication to and communication with all clients through the DHCD website and other related links.
- Future retirements and departure of key supervisory personnel and senior technical staff and the attraction of their replacements with highly qualified persons and an associated review of the compensation structure.

Listing of Products and / or Services

- Uniform Statewide Building Code (USBC). The Department works with the Board of Housing and Community Development (the Board or BHCD) and state and national trade and model code groups to promulgate the USBC and its related codes and regulations. Staff provides technical and administrative assistance regarding the codes to state agencies, design professionals, the construction industry, building owners and managers, and others seeking assistance and information. The State Building Code Technical Review Board provides recommendations to the Board on amendments to the codes and regulations. Other statutory and ad hoc committees provide advice and assistance to the Board and staff on the promulgation and administration of the USBC, Amusement Device Regulations, Certification Standards, and related codes and regulations.
- Industrialized Building Safety Regulations. The Department works with the Board and other involved parties to promulgate and carry out administration of the regulations for industrialized or modular buildings. Industrialized buildings certified under this program are accepted in all jurisdictions as meeting the same code requirements as the USBC. Based on reviews of their qualifications and personnel, approved Compliance Assurance Agencies conduct plan reviews and inspections to certify that industrialized or modular buildings are in compliance with Virginia codes.
- Manufactured Housing Programs. The programs regulating manufactured housing include investigating and handling manufactured home consumer complaints and other duties as the State Administrative Agency (SAA) under the terms of a Cooperative Agreement with the Department of Housing and Urban Development (HUD) and issuing licenses to manufactured housing manufacturers, brokers, dealers and sales persons and carrying out other administrative activities of the Manufactured Housing Licensing and Transaction Recovery Fund Regulations promulgated by the Manufactured Housing Board.
- Training and Certification Programs. The programs within training and certification include the operation of Jack A. Proctor Virginia Building Code Academy (JPVBCA), developing and providing administrative, core, introductory, advanced, technical, specialized, code update, and continuing education courses mandated for local governmental code enforcement personnel appointed or delegated to enforce the building and fire regulations and subsequently seeking applicable certification; developing and conducting mandatory periodic statewide code update training and bi-annual continuing education for local

governmental code enforcement personnel and independent third-party inspectors; processing and issuing the certifications of local governmental code enforcement personnel.

- Building Code Academy Advisory Committee (BCAAC). Staff provides administrative and programmatic support to the committee.
- Amusement Device Technical Advisory Committee (ADTAC). Staff provides administrative and programmatic support to the committee.
- The Virginia Manufactured Housing Board (MHB). The SBCO staff supports the Manufactured Housing Board responsible for the protection of the industry and consumers of manufactured homes and the hearing of manufactured housing complaints and licensure issues.
- The State Building Code Technical Review Board (TRB). The staff supports the Technical Review Board in its quasi-judicial capacity and administrative operations responsible for the deliberation upon and determination of appeal cases regarding the application and enforcement of the codes brought forth from the local governmental levels, the issuance of technical opinions and interpretations resulting from formal inquiries, and the recommendation to the BHCD of amendments to the codes and regulations.

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	483,706	2,289,828	483,706	2,289,828
Changes to Base	0	0	0	0
Total	483,706	2,289,828	483,706	2,289,828

Objectives for this Service Area

Objectives for this Service Area

Objective

Ensure uniformity in the interpretation, application, and enforcement of the state building and fire regulations.

Description

Maintaining uniformity in the application of the building code across the Commonwealth is a key commerce and trade issue. Safe buildings and communities result from strategic partnerships between citizens, architects, builders, code officials, and trades people.

Objective Strategies

- Ensure the availability of adequate funding to operate the certification program and to provide mandated training, advanced and specialized training, periodic maintenance training and continuing education programs to meet the needs and demands of the code enforcement professionals.
- Evaluate the effectiveness of the Jack A. Proctor Virginia Building Code Academy (JPVBCA) by ensuring a sufficient number of appropriately and competently trained and certified code enforcement professionals to adequately enforce the building and fire codes and regulations for a safe-built environment.
- Review the need to increase the levy percentage allowable per law for the permit surcharge and ensure adequate funding is available to meet the needs for mandated training, periodic maintenance training, and continuing education activities in the present and future for the code enforcement professionals; as well as collaborative education of private sector clients.

Alignment to Agency Goals

No Agency Goals for this Objective

Measures

- Number of code enforcement personnel and independent third-party inspection agents certified annually

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Track the number of certifications issued to code enforcement personnel and independent third-party inspection agents by category (Building Officials, Fire Officials, Property Maintenance Officials, Uniform Statewide Building Code (USBC) Technical Assistance, Statewide Fire Prevention Code (SFPC) Technical Assistance, and independent third-party inspection agents) within the fiscal year. Certification is triggered by the need for plan review and site inspections based on construction permits. With the continued slow recovery of the construction industry the need for reviews and site inspections remains lower than prior to the economy downturn; therefore with the reduction in needed inspections has resulted in a decrease of overall certification needs with fewer staff applying for certifications. This is reflected in the 2013 & 2016 targets.

- Number of code enforcement personnel and independent third-party inspection agents trained annually through the Jack A. Proctor Virginia Building Code Academy and related specialized programs

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Track the numbers of code enforcement personnel and independent third-party inspection agents and other private sector clients trained each year thru the Jack A. Proctor Virginia Building Code Academy and related specialized programs. Rationale for anticipated lower target number of individuals trained in FY 2013: Due to the overall downturn of the economy and slow recovery there is a continued decrease in overall certification applications resulting in a decline in certification training attendance than previous years. Additionally triennial mandated code change training required for all certificate holders is not due during FY13 resulting in significantly fewer code enforcement personnel receiving training.

Objective

Administer the Virginia Manufactured Housing Safety Regulations in an efficient manner

Description

Efficient administration of the Virginia Manufacture Housing Safety Regulations encourages consistency in the interpretation and application of the regulations by local governmental enforcement agencies. DHCD promulgates the fire prevention and property maintenance codes enforced optionally at the local governmental level, enabling the assessment of the current conditions and levels of hazard present in existing buildings and structures. These codes strive to strike a reasonable balance between building affordability and safety.

Objective Strategies

- Provide education and training to the industry and consumers regarding the complaint and dispute resolution processes.
- Review and monitor files monthly to ensure compliance with state and federal regulations.
- Review complaints for common problems for trend analysis

Alignment to Agency Goals

No Agency Goals for this Objective

Measures

- Percentage of manufactured home consumer complaints closed within 180 days of referral to the manufacturer.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Complaints are submitted in writing, date-stamped, referred to all appropriate parties, entered on a complaint log and the response and correspondence are maintained in files and followed up until all requirements of state and federal regulations are met. The complaint file is then closed.

599: Administrative and Support Services

Description

The purpose of this service area is to provide overall direction and support of all services and programs provided by the other service areas within the agency by: providing a high quality of administrative services and technical support to all agency employees; providing analytical resources needed for the development, implementation and evaluation of agency and administration policies for housing and community development through legislative, regulatory, and administrative processes; providing administrative services and support over all the agency's services related to fiscal operations and financial management, federal grant draws and payments, the reconciliation of agency records to the Department of Account's records, and procurement; providing human resource functions including implementation of policies and directives, recruitment, selection, benefits, classification and compensation, and various other employee programs; providing public relations programs and website functions; and providing computer and information processing activities including the local area network in conjunction with Virginia Information Technology Agency/Northrop Grumman (VITA/NG), database development and support for the entire agency located in Richmond and five field offices. All agency administrative functions are directed by this service area.

Mission Alignment and Authority

This service area provides direction and support services to the other service areas so that they can work effectively and efficiently with their customers to fulfill the agency's mission.

Customers for this Service Area

Anticipated Changes to Customers Base

We are not anticipating any significant changes to the customer base in this service area. However, DHCD is implementing a Comprehensive Automated Management System (CAMS) that will improve and enhance our delivery of services to internal and external customers.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
Employer/ Business Owner	All employees in the other Divisions of the agency, vendors, central agencies, job applicants, confe	43,000	60,000	Stable

Partners for this Service Area

Partner	Description
All central agencies of the Commonwealth that DHCD works with in fulfilling administrative functions.	

Products and Services

Factors Impacting the Products and/or Services

The most significant factor impacting our products and services would be the Comprehensive Automated Management System (CAMS) that is currently being developed at DHCD. This automated system is designed to improve and enhance the delivery of services to all customers. This system will provide for better coordination and collaboration within the agency. Additionally, it will allow DHCD to better communicate with our external customers and receive electronic applications for our various programs and services.

Anticipated Changes to the Products and/or Services

We do not anticipate any changes to the products or services. We will continue to emphasize and maintain excellence in customer service. However, we do anticipate a change in how the customer service and products will be delivered. DHCD is implementing a Comprehensive Automated Management System that will improve and enhance the delivery of services to internal and external customers. This system will provide for better coordination and collaboration within the agency. Importantly, it will allow DHCD to better communicate with our external customers and receive electronic applications for our various programs and services.

Listing of Products and / or Services

- Overall policy direction, strategic management and accountability of all services and programs provided by the agency:
- Preparation of all budget documents
- Financial resources management and reporting
- Cash management including federal draw downs
- Legislative tracking and reporting
- Policy research and development
- Strategic planning
- Continuity of Operations Planning (COOP)
- Human resource programs management and reporting
- Employee recognition program
- Data base development and management
- Agency website functions
- Public relations programs
- Disaster recovery coordination
- Property and lease management

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	2,025,265	505,513	2,025,265	505,513
Changes to Base	-25,985	37,944	-53,200	37,944
Total	1,999,280	543,457	1,972,065	543,457

Objectives for this Service Area

Objectives for this Service Area

Objective

Ensure that resources are used efficiently and programs are managed effectively, and in a manner consistent with applicable state and federal requirements.

Description

DHCD seeks to use strategic management and model business practices to effectively and efficiently accomplish its mission and deliver services.

Objective Strategies

No Strategies for this Objective

Alignment to Agency Goals

No Agency Goals for this Objective

Measures

- Agency Preparedness Assessment Score

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

The assessment score is from the Virginia Department of Emergency Management (VDEM). The score is based on an evaluation of the Agency Preparedness Assessment which is an all-hazards assessment tool that measures agencies' compliance with requirements and best practices. The assessment has components including Physical Security, Continuity of Operations, Information Security, Vital Records, Fire Safety, Human Resources, Risk Management and Internal Controls, and the National Incident Management System.

70101: Intergovernmental Relations

Description

The Commission on Local Government's activities are focused in six principal areas: (a) reviews and assists the resolution of proposed boundary change and governmental transition issues as well as inter-local agreements that settle such actions; (b) analyzes and reports on the comparative fiscal condition of Virginia's counties and cities; (c) examines proposed state legislation for its fiscal impact on the Commonwealth's local governments; (d) reviews, oversees the assessment of and catalogs all state and federal mandates imposed on Virginia localities; and (e) collects data and publishes an annual report on local government utilization of cash proffers; and (f) provides staff support to the Governor's Task Force for Local Government Mandate Review, which is currently authorized to operate through June 2014.

Mission Alignment and Authority

The activities of the Commission on Local Government can have a positive impact on the agency's mission to make Virginia's communities prosperous places in which to live, work, and do business. For example, the analysis of annexation and related inter-local issues can result in municipalities increasing their resources and land for development, which can facilitate the economic growth of their area in general.

Customers for this Service Area

Anticipated Changes to Customers Base

The Commission will maintain its current customer base and actively provide services to the Governor's administration, General Assembly members, local governments, public interest organizations, citizens and other stakeholders.

Current Customer Base

Pre-Defined Customer Group	User Specified Customer Group	Customers Served Annually	Potential Annual Customers	Projected Trend in # of Customers
General Assembly	General Assembly Members	140	140	Stable
Governor	Governor's Administration	25	40	Stable
Local or Regional Government Authorities	Local Government	175	324	Stable
Consumer	Public Interest Groups and Citizens given information about: boundary change and local governmental	50,000	100,000	Stable
State Agency(s),	Three-Judge Courts	6	45	Stable

Partners for this Service Area

Partner	Description
<i>No partners currently entered in plan</i>	

Products and Services

Factors Impacting the Products and/or Services

The inter-local issues which are reviewed by the Commission are volatile and politically sensitive and disaffection with Commission findings and recommendations could lead to hostile political reactions.

- Successful legislation sponsored by Senator Newman in 2011 added Section 15.2-2903(8), Code of Virginia to direct the Commission to assist a five-member task force appointed by the Governor to review state mandates imposed on localities and to recommend temporary suspension or permanent repeal of such mandates, or other appropriate action. This provision expires on July 1, 2014.
- While it has become increasingly difficult (1) to recruit cities, counties and towns to analyze proposed legislation as to its fiscal impact on local governments and (2) for agencies to secure localities' input in the fiscal impact analysis of mandates under assessment, the heightened focus on unfunded mandates brought about by the Governor's Commission on Government Restructuring and Reform and continuing with the Mandates Task Force has encouraged more localities to participate in the processes and to provide more in-depth fiscal analysis both during the legislative process and during the assessment periods for individual mandates under review.

Anticipated Changes to the Products and/or Services

The inter-local issues which are reviewed by the Commission are volatile and politically sensitive and disaffection with Commission findings and recommendations could lead to hostile political reactions.

- Successful legislation sponsored by Senator Newman in 2011 added Section 15.2-2903(8), Code of Virginia to direct the Commission to assist a five-member task force appointed by the Governor to review state mandates imposed on localities and to recommend temporary suspension or permanent repeal of such mandates, or other appropriate action. This provision expires on July 1, 2014.
- While it has become increasingly difficult (1) to recruit cities and counties to analyze proposed legislation as to its fiscal impact on local governments and (2) for agencies to secure localities' input in the fiscal impact analysis of mandates under assessment, the heightened focus on unfunded mandates brought about by the Governor's Commission on Government Restructuring and Reform and the task force may encourage more localities to participate in the processes and to provide more in-depth fiscal analysis both during the legislative process and during the assessment periods for individual mandates under review.

Listing of Products and / or Services

- Advisory reports on local boundary change and governmental transition issues and agreements (annexation, consolidation, transition, etc.) for localities and the courts
- Annual report analyzing the comparative revenue capacity, revenue effort, and fiscal stress of counties and cities
- Fiscal impact estimates on proposed legislation mandating additional net expenditures or the net reduction of revenues by localities
- Annual report on local government revenues and expenditures resulting from the acceptance of cash proffers
- Technical assistance to localities, citizens and state agencies regarding local governmental boundary change and transition issues as well as alternative approaches to inter-local concerns in general
- Identification and development of mediation resources for use by localities in the resolution of inter-local issues
- Oral presentations, information and reference materials to public interest groups and the general public regarding inter-local and state-local issues within the scope of the agency's responsibilities
- Research and preparation of an annual report on county – municipal boundary change actions in Virginia
- Annual catalog of state and federal mandates imposed on Virginia localities
- Oversight of the executive agency assessment of state and federal mandates on localities
- Staff support to the Governor's Task Force for Local Government Mandate Review
- Monitoring and analysis of legislation during sessions of the General Assembly
- Research assistance to legislative study committees
- Duties relating to the oversight of Virginia's planning district commissions (PDCs), including the preparation of a biennial report on PDCs to the Governor and General Assembly

Financial Overview

Budget Component	2013 GF	2013 NGF	2014 GF	2014 NGF
Base	352,033	0	352,033	0
Changes to Base	0	0	-12,409	0
Total	352,033	0	339,624	0

Objectives for this Service Area

Objectives for this Service Area

Objective
Assist local governments, citizens and state officials in understanding the legal processes and general ramifications of local boundary change and governmental transition issues.

Description

The Commission on Local Government works with governmental officials, public interest groups and citizens to increase their understanding of: boundary change and local governmental transitions; comparative fiscal stress of Virginia's localities; state and federal mandates on localities; and intergovernmental issues in general.

Objective Strategies

- Identification and development of mediation resources for the parties to use.
- Offering financial assistance to support mediation if resources are available.
- Using various means to encourage the parties to enter into mediation or negotiations concerning the issues.

Alignment to Agency Goals

- Support policy development and research related to significant economic development, inter-governmental relations, community development and housing issues.

Measures

- Number of localities and other clients requesting information or other assistance on local boundary changes and governmental transition issues and local government fiscal conditions.

Measure Class Measure Type Preferred Trend Frequency

Data Source and Calculation

Commission on Local Government local assistance form will record name of requesting entity and date of fulfillment of request. Copies of all e-mail responses to requests for assistance will be maintained in a local assistance file and used in calculation of the measure. Further, department staff is working to ensure that the Web trends report ranking downloads of documents from Commission's website can be used in calculation of this measure. Calculation method: tracking contact and compiling totals. Three major cases that generated a significant number of technical assistance requests during the last few years have recently been permanently resolved by the affected local governments and recommended for approval by the Commission. In addition, four other cases that involved a moderate number of technical assistance requests have also been resolved. While there are at least two cases that will likely come to the Commission in the next 18 months, the resolution of these seven cases (involving 14 localities) has resulted in a reduced number of requests.