EPA BROWNFIELDS PROGRAM:

DRAMATICALLY UNDERFUNDED; UNDERMINING LOCAL REVITALIZATION

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Prepared by the Democratic Staff of the Committee on Energy and Commerce U.S. House of Representatives

John D. Dingell, Ranking Member

Overview

During the 2nd Presidential Debate, on October 8, 2004, President Bush responded to a question concerning the environment in part by saying:

"We've got an aggressive Brownfields program to refurbish inner city sore spots to useful pieces of property."

In reality, the Environmental Protection Agency (EPA) Brownfields program has been significantly underfunded by the President's budget requests and further cut in the actual appropriations provided by the Republican-controlled Congress.

In FY 2004 only about one in three Brownfields proposals received Section 104(k) Brownfields grants for site assessment, remediation, or revolving loan funds. In a letter to Members of Congress dated June 22, 2004, the U.S. Conference of Mayors, the National Association of Development Organizations, the National Association of Industrial and Office Properties, and seven other organizations called for full funding of the EPA Brownfields grant program and stated the following:

"Still, EPA has been forced to turn away more than two-thirds of the applicants for federal Brownfields assessment and cleanup funding due to limited funds. As a result, hundreds of thousands of sites remain idle, blighting neighborhoods and undermining local revitalization."

The Government Accountability Office has estimated that there are 500,000 Brownfields sites across the country that need attention. These sites include abandoned or underutilized warehouses, gas stations, salvage yards, vacant lots, and other lightly contaminated properties.

The EPA's press release of June 15, 2004, stated that 219 applicants were selected to receive 265 grants for a total grant expenditure of \$75.4 million. The press release, however, neglected to mention that there were

755 grant proposals in FY 2004 from 504 applicants. The attachment identifies the 285 local government or other applicants who applied for a Section 104(k) Brownfields grant and whose 490 projects were not funded.

Both the President's budget requests and the Congressionally enacted levels fall far short of the funding needed and authorized by the Small Business Liability Relief and Brownfields Revitalization Act.

While the Conference of Mayors praised the effectiveness of previous Brownfields grants in leveraging billions of cleanup and redevelopment monies, it stated that the Administration's budget request "dramatically underfunds the most important and effective component of EPA's Brownfields program - the grants to localities and non-profit organizations for site assessments and cleanup."

Background

On January 11, 2002, President Bush signed the Small Business Liability Relief and Brownfields Revitalization Act (P.L. 107-118). The Brownfields Revitalization Act placed a legislative framework around the Environmental Protection Agency Brownfields program which was initiated in the mid-1990's during the Clinton Administration.

The Brownfields Revitalization Act added a new Section 104(k) to the Comprehensive Environmental Response, Compensation, and Liability Act of 1980 (Superfund) to provide explicit authorization for Brownfields funding. For each fiscal year from 2002 through 2006, the law authorized \$200,000,000 to be appropriated for Brownfields grants for site assessment, remediation, and revolving loan funds.¹ The eligible recipients of these grants are the following entities:

¹The Brownfields Revitalization Act also added a new section 128 to the Comprehensive Environmental Response, Compensation, and Liability Act of 1980 (Superfund) that authorized \$50,000,000 for state response programs for each of fiscal years 2002 to 2006. This funding is only available to States and Indian tribes to establish and enhance response programs, which can include personnel salaries and administrative costs. It has been fully funded.

- Local governments;
- Land clearance authority operating under supervision and control of local government;
- Government entity created by state legislature;
- Regional councils or group of general purpose units of local government;
- Redevelopment agency sanctioned by a state;
- States;
- Indian tribes;
- Alaska Native Regional Corporation; and
- Non-Profit organizations for remediation grants.

Presidential Budget Requests and Appropriations from Congress

FY 2004

Administration: President Bush requested \$120.5 million for the Section 104(k) Brownfields grants and requested \$29 million for EPA administrative costs. This is over \$50 million less than the authorized \$200 million.

Congress: The Republican-controlled Congress slashed the President's Budget request for Brownfields grants by \$27.6 million (or 23%) to \$92.9 million in the FY 2004 Department of Veterans Affairs and Housing and Urban Development, and Independent Agencies Appropriations bill, 2004 (P.L. 108-199). The Conference Report also provided for administrative costs in the amount of \$24.9 million to be taken from the Environmental Programs and Management Account.

Thus, the enacted level for FY 2004 represented an \$82 million shortfall from the authorized amount, or 59% of the authorization level.

FY 2005

Administration: President Bush's budget requested \$120.5 million for Section 104(k) Brownfields grants plus \$30.2 million for EPA administrative costs, or nearly \$50 million less than the authorization.

<u>Congress</u>: The Republican-controlled Congress failed to bring a HUD-VA Appropriations bill to the floor in either the House of Representatives or the Senate before Fiscal Year 2005 began. The Appropriations Committees in both the House and Senate, however, reported bills containing Section 104(k) Brownfields grant funding.

The House Committee on Appropriations (H.R. 5041 - H. Rept. 108-674) recommended \$95 million for Brownfields assessment and revitalization grants. This figure is a reduction of 20% from the President's budget request. The Committee recommended \$23 million for administrative costs. The House level is only 59% of the authorized level and is \$82 million less than authorized by law.

The Senate HUD-VA Appropriations bill (S. 2825 – S. Rept. 108-353) recommended funding for Section 104(k) Brownfields grants at \$90,000,000 or a reduction of \$30.5 million from the President's budget request. The Senate Appropriations Committee recommended approximately \$25 million for administrative costs. The Senate level is only 58% of the authorized level and is \$85 million less than authorized by law.

Applicant Name	Applicant City	State
Matanuska-Susitna Borough	Matanuska-Susitna Borough	AK
Selawik, City of	Selawik	AK
Valdez, City of	Valdez	AK
Fairfield, City of	Fairfield	AL
Hobson City, Town of	Hobson City	AL
Selma, City of	Selma	AL
Camden City of	Camden	AR
Fayetteville, City of	Fayetteville	AR
Tohono O'odham Nation EPA	Tohono O'odham Nation	AZ
Century Community Children's Centers, Inc.	Los Angeles	CA
Hercules, City of	Hercules	CA
Modesto Redevelopment Agency	Modesto	CA
Omnitrans	San Bernadino County	CA
Oxnard, City of	Oxnard, City of	CA
Pico Rivera, City of	Pico Rivera	CA
Santa Barbara County	Santa Barbara County	CA
Santa Cruz Redevelopment Agency	Santa Cruz	CA
Santa Maria, City of	Santa Maria	CA
Truckee, Town of	Truckee	CA
Yuba County	Yuba County	CA
Golden, City of	Golden	CO
Lochbuie, Town of	Lochbuie	co
Longmont, City of	Longmont	co
Berlin	Berlin	
Danbury, City of		CT
Greenwich, Town of	Danbury Greenwich	CT CT
Hartford, City of	Hartford	CT
JRD Properties of Naugatuck, LLC	Naugatuck	CT
Litchfield, Town of	Litchfield	CT
Middlesex County Revitalization Commission	Middletown	CT
New Haven, City of	New Haven	CT
New Milford, Town of	New Milford	CT
Norwalk Redevelopment Agency	Norwalk	CT
Regional Growth Partnership	New Haven	CT
Rocky Hill, Town of	Rocky Hill	CT
Roosevelt Mills Redevelopment Project Corporation	Vernon	CT
Thompson, Town of	Thompson	СТ
TJM Environmental Restoration, LLC	Vernon	СТ
Delaware Department of Natural Resources and	VOITION	<u> </u>
Environmental Control	Deleviere	ne
Lewes	Delaware Lewes	DE DE
Clay County Development Authority Eatonville, Town of	Clay County	FL
Eustis, City of	Eatonville	FL
Fort Myers, City of	Eustis Eart Myore	FL
	Fort Myers	FL E.
Glades County Economic Development Council, Inc.	Glades County	FL E:
Hillsborough County	Hillsborough County	FL =:
Homestead, City of	Homestead	FL Ei
Lee County	Lee County	FL FL
Palm Bay, City of	Palm Bay	FL

^{*}Based on information received from the Environmental Protection Agency on April 2, 2004, and June 16, 2004.

Applicant Name	Applicant City	State
Chatham County	Chatham County	GA
Greensboro Downtown Development Authority	Greensboro	GA
Hawaii County	Hawaii County	Н
Honolulu, City and County of	Honolulu	HI
Charles City	Charles City	IA
Contaminated Property Holdings Corporation	Council Bluffs	IA
Davenport, City of	Davenport	IA
Sioux City, City of	Sioux City	ΪΑ
Adams County	Adams County	ID
Boise City Parks & Recreation	Boise	I ID
Sage Community Resources	Southwest	ID
Alton, City of	Alton	IL.
Belvidere, City of	Belvidere	IL.
Bethel New Life, Inc.	Chicago	IL.
Bi-State Regional Commission	Henry, Mercer, and Rock Island	IL.
Chicago Department of Environment	Chicago	IL.
Church of the Living God	Fairview Heights	IL.
Guiding Light Community Development Corporation	Aurora	<u>IL</u>
Maywood, Village of	Maywood	I IL
North Chicago, City of	North Chicago	IL
Bloomington, City of	Bloomington	IN
Fort Wayne, City of	Fort Wayne	IN
Gary, City of	Gary	IN
Indianapolis, City of	Indianapolis	IN
LaPorte, City of	LaPorte	IN
Michigan City, City of	Michigan City	IN
Southern Indiana Development Commission	Southern Indiana	IN
Tipton County Economic Development Corporation	Tipton County	IN
Covington, City of	Covington	KY
Kentucky Infrastructure Authority	Kentucky	KY
Maysville, City of	Maysville	KY
Baton Rouge, City of and Parish of East Baton Rouge	Baton Rouge	LA
Lafayette Consolidated Government	Lafayette City and Parish	LA
Monroe, City of	Monroe	LA
North Shreveport Development Corporation	Shreveport	LA
Shreveport, City of	Shreveport	LA
South Central Planning and Development Commission	South Central Louisiana	LA
Amesbury, Town of	Amesbury	MA
Central Massachusetts Regional Planning Commission	Central Massachusetts	MA
Easthampton, City of	Easthampton	MA
Fitchburg Redevelopment Authority	Fitchburg	MA
Haverhill, City of	Haverhill	MA
Holyoke, City of	Holyoke	MA
Lawrence, City of	Lawrence	MA
Lowell, City of	Lowell	MA
Massachusetts Development Finance Agency		
(MassDevelopment)	Massachusetts	MA
Monson, Town of	Monson	MA
Montague, Town of	Montague	MA
North Adams, City of	North Adams	MA
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Applicant Name	Applicant City	State
Somerville	Somerville	MA
Ware, Town of	Ware	MA
West Springfield, Town of	West Springfield	MA
Winthrop, Town of	Winthrop	MA
Worcester, City of	Worcester	MA
Kennebec Valley Council of Governments	Fairfield	ME
Lewiston, City of	Lewiston City	ME
River Valley Growth Council	Western Maine	ME
Waterville, City of	Waterville	ME
Bay City, City of	Bay City	MI
Detroit	Detroit	MI
Downriver Community Conference	Wayne and Monroe Counties	MI
Harbor Beach Brownfields Redevelopment Authority	Harbor Beach	MI
Macomb County	Macomb County	MI
Oakland County	Oakland County	MI
Rochester Hills, City of	Rochester Hills	MI
Romulus, City of	Romulus	MI
Taylor, City of	Taylor	MI
Thornton, City of	Thornton	МІ
Three Rivers, City	Three Rivers	М
Warren/Conner Development Coalition	Detroit	М
Minneapolis, City of	Minneapolis	MN
Minnesota Pollution Control Agency	Minnesota	MN
Red Lake Band of Chippewa Indians	Red Lake Indian Reservation	MN
Virginia Economic Development Authority	Virginia	MN
Kaysinger Basin Regional Planning Commission	West Central Missouri	MO
Missouri Department of Economic Development	Missouri	MO
Pine Lawn, City of	Pine Lawn	MO
Glendora, Town of	Glendora	MS
Hattiesburg, City of	Hattiesburg	MS
Jackson, City of	Jackson	MS
Cape Fear Soccer Association, Inc.	Wilmington	NC
Durham, City of	Durham	NC NC
Navassa, Town of	Navassa	NC
Sanford, City of	Sanford	NC
Wilson, City of	Wilson	NC
Red River Regional Council	Northeast North Dakota	
		ND
Spirit Lake Tribe	Spirit Lake Nation Reservation Turtle Mountain Band of	ND
Turtle Mountain Dand of Chinneyus Indiana	Chippewa Indians	NID
Turtle Mountain Band of Chippewa Indians Omaha Tribe	Nebraska and Iowa	ND
		NE
Claremont, City of	Claremont	NH
Concord, City of	Concord	NH
Durham, Town of	Durham	NH
New Hampshire Department of Transportation	New Hampshire	NH
Rockingham Planning Commission	Exeter	NH
Bayonne Local Redevelopment Authority	Bayonne	NJ
Camden County Improvement Authority	Camden County	NJ
Elizabeth, City of	Elizabeth	NJ
Hillside, Township of	Hillside	NJ

Applicant Name	Applicant City	State
Hudson County	Hudson County	NJ
Irvington, Township of	Irvington	NJ
Middlesex Borough of	Middlesex	NJ
Middlesex County Improvement Authority	Middlesex County	NJ
Monmouth County	Monmouth County	NJ
Monroe Township	Monroe	NJ
Palmyra, Borough of	Palmyra	NJ
	Passaic River Basin, New	
Passaic River Coalition	Jersey/New York	NJ
Paterson, City of	Paterson	NJ
Pennsauken, Township of	Pennsauken	NJ
Secaucus, Town of	Secaucus	NJ
South Amboy, City of	South Amboy	NJ
South Orange Village, Township of	South Orange	NJ
University Heights Science Park	Newark	NJ
Woodbridge, Township of	Woodbridge	NJ
Albuquerque, City of	Albuquerque	NM
Tucumcari, City of	Tucumcari	NM
Clark County Redevelopment Agency	Clark County	NV
North Las Vegas, City of	North Las Vegas	NV
Tonopah, Town of	Tonopah	NV
Cattaraugus County	Cattaraugus	NY
Chadakoin Gateway Environmental Development Group, Inc.	Jamestown	NY
Cohoes, City of	Cohoes	NY
Development Downtown Inc., Buffalo, NY	Buffalo	NY
Glen Cove Community Development Agency	Glen Cove	NY
Gloversville, City of	Gloversville	NY
Greenpoint Manufacturing and Design Center LDC	Brooklyn	NY
Kingston, City of	Kingston	NY
Monroe County	Monroe County	NY
New Rochelle, City of	New Rochelle	NY
	Niagara Falls-New York-Niagara	
Niagara Falls, City of	County	NY
Plattsburgh, City of	Plattsburgh	NY
Sag Harbor, Village of	Sag Harbor	NY
Saint Regis Mohawk Tribe	Akwesasne	NY
Staten Island	Staten Island	NY
Suffolk County	Suffolk County	NY
Wyoming County Industrial Development Agency	Wyoming County	NY
Yonkers Alexander Street Redevelopment, Inc.	Yonkers	NY
Bellaire, Village of	Bellaire	ОН
Canton, City of (Ohio)	Canton	OH
Canton, Ohio/Stark Community Foundation	Canton City	OH
Champion Township	Champion	OH
Cincinnati College Preparatory Academy	Cincinnati	OH
Columbiana County Port Authority	Columbiana County	ОН
Cuyahoga County	Cuyahoga County	OH
Defiance, City of	Defiance	OH
Elmore, Village of	Elmore	OH
Elyria, City of	Elyria	<u>OH</u>

Applicant Name	Applicant City	State
Grafton, Village of	Grafton	ОН
Lancaster, City of	Lancaster	ОН
Loveland, City of	Loveland	ОН
Mansfield, City of	Mansfield	ОН
McDonald Village	McDonald	ОН
Newburgh Heights, Village of	Newburgh Heights	ОН
Otterbein College	Westerville	ОН
Painesville, City of	Painesville	ОН
Paulding County Economic Development Office	Paulding County	ОН
Port of Greater Cincinnati Development Authority	Hamilton County	ОН
Richland County	Richland County	ОН
Sandusky, City of	Sandusky	ОН
Second Growth Institute	Cleveland	ОН
Southeastern Ohio Port Authority	Southeastern Ohio	ОН
Warren Township	Warren	ОН
Cheyenne & Arapaho Tribes of Oklahoma	Tribal Lands	ОК
Confederated Chilocco Tribes	Tribal Lands	OK
Haskell County	Haskell County	OK
Medicine Park, Town of	Medicine Park	OK
Oklahoma City	Oklahoma City	OK
Oklahoma Conservation Commission	Oklahoma	OK
Port of Gold Beach	Gold Beach	OR
		PA
Allentown, City of	Allentown	PA
Ambridge, Borough of	Ambridge Dark Shade Watershed Basin	PA
AMD&ART (Acid Mine Drainage and Art, Inc.)	Athens	PA
Athens, Township of		PA
Bucks County Redevelopment Authority	Bucks County Hazleton	PA
CAN DO Foundation		PA
Chester County Economic Development Council	Chester County	PA
Earth Conservancy	Ashley	PA
Erie County General Authority	Erie	
Lycoming County	Lycoming County	PA
McKees Rocks, Borough of	McKees Rocks	PA
McKeesport, City of	McKeesport	PA
Northumberland County	Northumberland County	PA
Pocono Mountains Industries, Inc.	Monroe County	PA
Scranton, City of	Scranton	PA
Aguadilla, Municipality of	Aguadilla	PR
Carolina, Municipality of	Carolina	PR
San German, Municipality of	San German	PR
Burrillville, Town of	Burrillville	RI
East Providence, City of	East Providence	RI
Johnson and Wales University	Providence	RI
Newport Housing Authority	Newport	RI
Providence, City of	Providence	RI
Puente, Inc.	Providence	RI
Central Midlands Council of Governments	Columbia	SC
Laurens County	Laurens County	SC
	Cheyenne River Sioux Tribe	
Cheyenne River Sioux Tribe	Reservation	SD

Applicant Name	Applicant City	State
Oglala Sioux Tribe	Pine Ridge Indian Reservation	SD
Yankton Area Progressive Growth, Inc.	Yankton	SD
Marion County Industrial and Environmental Development		
Board	Marion County	TN
Shelby County	Shelby County	TN
Ark-Tex Council of Governments	Texas and Arkansas	TX
Brownfield Stewardship Fund	Texas	TX
East Texas Council of Governments	East Texas	TX
Houston, City of	Houston	TX
Laredo, City of	Laredo	TX
Maverick County	Maverick County	TX
Nacogdoches, City of	Nacogdoches	TX
Prairie View, City of	Prairie View	TX
San Marcos, City of	San Marcos	TX
Waco, City of	Waco	TX
Park City	Park City	UT
Buchanan County	Buchanan County	VA
Danville Youth Grow	Danville	VA
Louisa, County of	Louisa County	VA
Roanoke Valley-Alleghany Regional Commission	Roanoke Valley-Alleghany	VA
Virginia Department of Conservation and Recreation	Virginia	VA
King Street Neighborhood Revitalization Corporation	Burlington	VT
Lamoille County Planning Commission	Morrisville	VT
Vermont, State of	Vermont	VT
Bremerton, City of, and Kitsap Transit	Bremerton	WA
Colville Confederated Tribes	Colville Reservation	WA
Connell, City of	Connell	WA
Grays Harbor County	Pacific Beach	WA
Port of Shelton	Shelton	WA
Yakama Nation	Yakama Nation Reservation	WA
Delavan Development Corporation	Delavan	WI
Fond du Lac County	Fond du Lac County	WI
Forest County Potawatomi Community	City of Milwaukee	WI
Kenosha, City of	Kenosha	WI
Madison, City of	Madison	WI
Marathon County Development Corporation (MCDEVCO)	Wausau	WI
Milwaukee County	Milwaukee County	WI
Richland Center, City of	Richland Center	WI
Whitefish Bay, Village of	Whitefish Bay	WI
Clarksburg, City of	Clarksburg	WV
Morgan County Economic Development Authority	Morgan County	WV
Region I Planning and Redevelopment Council	Southern West Virginia	WV