

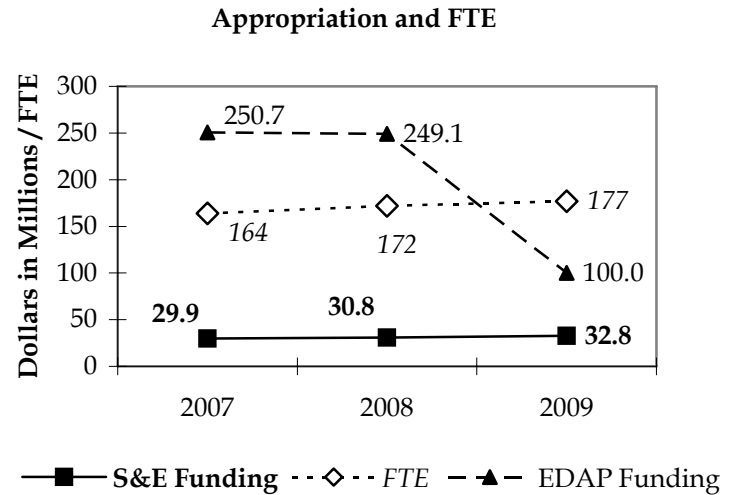
## Economic Development Administration

The Economic Development Administration (EDA) helps our partners across the Nation (states, regions, and communities) create wealth and minimize poverty by promoting a favorable business environment to attract private capital investments and higher-skill, higher-wage jobs through capacity building, planning, infrastructure investments, research grants, and strategic initiatives. EDA carries out its Economic Development Assistance Program (EDAP) through a network of headquarters and regional personnel that work directly with local organizations and leaders to identify and invest in projects that demonstrate potential for the greatest economic impact in distressed communities.

EDA programs serve as a catalyst for assisting the Nation's distressed communities in achieving their long-term economic potential through the strategic investment of resources based upon locally and regionally developed priorities. EDA works in partnership with other Federal agencies, state and local governments, regional economic development districts, public and private non-profit organizations, Native American Indian Tribes, and Alaska Native Villages to accomplish its mission. The program ensures its investments are targeted at communities that have been experiencing long-term chronic economic distress or sudden and severe economic dislocation, typically characterized by substantial and persistent unemployment levels, low income, slow population growth, loss of jobs, out-migration, and long-term economic deterioration.

In FY 2009, proposed funding for EDAP has been reduced to reflect current competing budget priorities and constraints. EDA will allocate funds to the Economic Adjustment Assistance program (EDA's most flexible program), where grants are focused on communities facing sudden and severe economic distress, at a level similar to prior years. EDA will similarly fund technical assistance for the University Centers, planning support for EDA's network of Economic Development Districts and for Indian Tribes, and Trade Adjustment Assistance for U.S. manufacturing and production firms. The Research Program, the Public Works Program, and the Global Climate Change Mitigation Initiative will be funded to the extent possible with the remaining funds proposed for EDAP.

EDA will focus staff resources on outreach and technical assistance to distressed communities by helping communities analyze and understand socioeconomic and demographic data from a wide variety of sources, and how that data can be used to develop strategies to achieve global competitiveness. EDA staff will help communities cultivate relationships with key business, civic community, academia, and local government partners to achieve regional economic development opportunities, foster innovation, and support entrepreneurship. EDA resources will also continue to administer and monitor its programs which includes more than 540 planning, technical assistance, and economic adjustment (non-construction) investments awarded each year; the trade adjustment assistance program; and 584 revolving loan funds (\$834 million in assets), in addition to its construction investments in economic adjustment and public works.



## Summary of Appropriations

### Funding Levels

Appropriation	2007 <u>Actual</u>	2008 <u>Estimate</u>	2009 <u>Estimate</u>	Increase <u>(Decrease)</u>
Salaries and Expenses	\$29,882	\$30,832	\$32,800	\$1,968
EDAP	250,741	249,100	100,000	(149,100)
<b>TOTAL APPROPRIATION</b>	<b>280,623</b>	<b>279,932</b>	<b>132,800</b>	<b>(147,132)</b>
Unobligated balance rescission		(5,700)		

### **Budget Authority**

Salaries and Expenses	29,882	30,832	32,800	1,968
EDAP	250,741	243,400	100,000	(143,400)
EDA Revolving Fund	0	0	0	0
<b>TOTAL BUDGET AUTHORITY</b>	<b>280,623</b>	<b>274,232</b>	<b>132,800</b>	<b>(141,432)</b>

### **FTE**

Salaries and Expenses	160	170	175	5
Reimbursable	4	2	2	0
<b>Total</b>	<b>164</b>	<b>172</b>	<b>177</b>	<b>5</b>

## Highlights of Budget Changes

### Appropriation: Salaries and Expenses

#### Summary of Requirements

	<u>Detailed</u>		<u>Summary</u>	
	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>
<b>2008 Appropriation</b>			170	\$30,832
<b>Adjustments to Base</b>				
Restoration of base reductions from prior years			5	1,183
<b><u>Other Changes</u></b>				
2008 Pay raise		\$231		
2009 Pay raise		386		
Employees' Compensation Fund		(27)		
Payment to Working Capital Fund		22		
Civil Service Retirement System (CSRS)		11		
Federal Employees' Retirement System (FERS)		(17)		
Change in compensable days		(70)		
Thrift Savings Plan		(3)		
Federal Insurance Contributions Act (FICA) - OASDI		(11)		
Health insurance		12		
Travel				
Mileage		25		
Per Diem		13		
Postage		3		
Rent payments to GSA		50		
Printing and Reproduction		2		
NARA		1		
Other services/Working Capital Fund		57		
General Pricing Level Adjustment:				
Transportation of things		1		
Rental payments to others		5		
Other services		79		
Supplies and materials		9		
Equipment		6		
Subtotal, other cost changes		<u>0</u>	<u>785</u>	
<b>TOTAL, ADJUSTMENTS TO BASE</b>			<u>5</u>	<u>1,968</u>
<b>2009 Base</b>			<u>175</u>	<u>32,800</u>
Program Changes			0	0
<b>2009 APPROPRIATION</b>			<u>175</u>	<u>32,800</u>

**Comparison by Activity**

	2008 Currently Avail.		2009 Base		2009 Estimate		Increase / Decrease	
	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>
<b>DIRECT OBLIGATIONS</b>								
Salaries and Expenses	170	\$32,408	175	\$32,800	175	\$32,800	0	\$0
<b>TOTAL DIRECT OBLIGATIONS</b>	170	32,408	175	32,800	175	32,800	0	0
REIMBURSABLE OBLIGATIONS	5	1,943	5	1,000	5	1,000	0	0
<b>TOTAL OBLIGATIONS</b>	175	34,351	180	33,800	180	33,800	0	0
<b>FINANCING</b>								
Unobligated balance, start of year (Direct)		(1,576)						
Unobligated balance, start of year (Reimb.)		(943)						
Offsetting coll. from Federal funds	(5)	(1,000)			(5)	(1,000)		
Subtotal, financing	(5)	(3,519)			(5)	(1,000)		
<b>TOTAL BUDGET AUTHORITY / APPROPRIATION</b>	170	30,832			175	32,800		

**Appropriation: Economic Development Assistance Programs**

*Summary of Requirements*

	<u>Summary</u>	
	<u>FTE</u>	<u>Amount</u>
<b>2008 Appropriation</b>	0	\$249,100
Unobligated balance rescission	0	(5,700)
<b>Adjustments to Base</b>		
Restoration of unobligated balance rescission	0	5,700
<b>2009 Base</b>	0	249,100
Program Changes	0	(149,100)
<b>2009 APPROPRIATION</b>	0	100,000

**Comparison by Activity**

	2008 Currently Avail.		2009 Base		2009 Estimate		Increase / Decrease	
	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>
<b>DIRECT OBLIGATIONS</b>								
Global Climate Change	0	\$9,400	0	\$9,400	0	\$1,500	0	(\$7,900)
Public Works	0	146,517	0	146,430	0	7,200	0	(139,230)
Planning	0	27,691	0	27,000	0	27,000	0	0
Technical Assistance	0	10,290	0	9,400	0	9,400	0	0
Research and Evaluation	0	736	0	470	0	470	0	0
Trade Adjustment Assistance	0	14,100	0	14,100	0	14,100	0	0
Economic Adjustment	0	41,704	0	42,300	0	40,330	0	(1,970)
<b>SUB-TOTAL</b>	<b>0</b>	<b>250,438</b>	<b>0</b>	<b>249,100</b>	<b>0</b>	<b>100,000</b>	<b>0</b>	<b>(149,100)</b>
Prior year emergency supplementals	0	758			0	0		
<b>TOTAL DIRECT OBLIGATIONS</b>	<b>0</b>	<b>251,196</b>			<b>0</b>	<b>100,000</b>		
REIMBURSABLE OBLIGATIONS	0	17,643			0	24,000		
<b>TOTAL OBLIGATIONS</b>	<b>0</b>	<b>268,839</b>			<b>0</b>	<b>124,000</b>		
<b>FINANCING</b>								
Unobligated balance, start of year		(7,796)						
Unobligated balance, start of year (reimbursable)		(1,643)						
Offsetting collections from:								
Federal funds		(16,000)				(24,000)		
Subtotal, financing	0	(25,439)			0	(24,000)		
<b>TOTAL BUDGET AUTHORITY</b>	<b>0</b>	<b>243,400</b>			<b>0</b>	<b>100,000</b>		
Unobligated balance rescission	0	5,700			0	0		
<b>TOTAL APPROPRIATION</b>	<b>0</b>	<b>249,100</b>			<b>0</b>	<b>100,000</b>		

**Highlights of Program Changes**

	<u>Base</u>		<u>Increase / Decrease</u>	
	<u>FTE</u>	<u>Amount</u>	<u>FTE</u>	<u>Amount</u>
Economic Development Assistance Programs	0	\$249,100	0	-\$149,100

The FY 2009 President's Budget request of \$100.0 million for EDA grants, a \$149.1 million decrease from the level of the Consolidated Appropriations Act, 2008, reflects current competing budget priorities and constraints. EDA will continue support for Economic Development Districts, University Centers, Native American Indian Tribes and Alaska Native Villages, and provide economic adjustment, local and national technical assistance, and planning support at levels comparable to those provided in previous years.

## EDA Performance Measures

All EDA program activities support the Department of Commerce (DOC) strategic goal to “Maximize U.S. competitiveness and enable economic growth for American industries, workers, and consumers.” For investments made in 2007, 2008, and 2009, long-term outcome results will be reported by investment recipients over a period of nine years at three year intervals. EDA’s nine-year targets are derived from a mid-1990s Rutgers University research project that identified and analyzed the actual jobs and private investment generated by EDA investments. EDA’s three- and six-year targets are estimates of the percentage of the nine-year projection that will be achieved in those respective time periods. These estimates have been found to underestimate actual results. Therefore, EDA will be evaluating the formula-based projections and the underlying study when final nine-year results are received. EDA will track its trade adjustment assistance programs to make certain they are providing market-based and value-added services.

Below are EDA’s current performance outcomes and selected measures. A more detailed description of these outcomes and measures is in the EDA section of the Department of Commerce budget.

### Performance Outcomes and Measures

(Dollars reflect obligations in Millions)

	2007 Actual	2008 Estimate / Target	2009 Estimate / Target
<b>Outcome 1: Promote private enterprise and job creation in economically distressed communities and regions</b>	<b>\$223.9</b>	<b>\$199.1</b>	<b>\$53.4</b>
Private sector dollars invested in distressed communities as a result of EDA investments	\$1,937M from 1998 investments \$2,118M from 2001 investments \$810M from 2004 investments	\$207M by 2011 \$517M by 2014 \$1,033M by 2017	\$49M by 2012 \$122M by 2015 \$246M by 2018
Jobs created or retained in distressed communities as a result of EDA investments	73,559 from 1998 investments 49,806 from 2001 investments 16,274 from 2004 investments	3,727 by 2011 9,318 by 2014 18,637 by 2017	1,204 by 2012 3,011 by 2015 6,022 by 2018
<b>Outcome 2: Build community capacity to achieve and sustain economic growth</b>	<b>\$83.5</b>	<b>\$82.9</b>	<b>\$79.4</b>
% of economic development districts and Indian tribes implementing projects from the CEDS process that lead to private investment and jobs	95%	95%	95%
% of substate jurisdiction members actively participating in the economic development district program	92%	89-93%	89-93%
% of University Center (UC) clients taking action as a result of University Center assistance	84%	75%	75%
% of those actions taken by UC clients that achieve the expected results	89%	80%	80%
% of Trade Adjustment Assistance Centers (TAACs) clients taking action as a result of TAAC assistance	99%	90%	90%
% of those actions taken by TAAC clients that achieved the expected results	95%	95%	95%
<b>Total <sup>1</sup></b>	<b>\$307.4</b>	<b>\$282.0</b>	<b>\$132.8</b>

<sup>1</sup> All funding amounts do not include reimbursable and one time costs since these vary widely from year to year. FY targets are directly dependent on funding amounts, so the funding amount reflects the S&E and EDAP appropriated levels since those are the only certain funding amounts.