



**CDBG Disaster Recovery –
Basement Backup Protection
Program (BBPP)**

Agenda

- Background
- CDBG DR – BBPP: Purpose & Scope
- Eligible repairs
- Qualifying Districts/Neighborhoods
- Eligibility requirements
- Area Median Income (AMI)
- Timeline
- Next steps

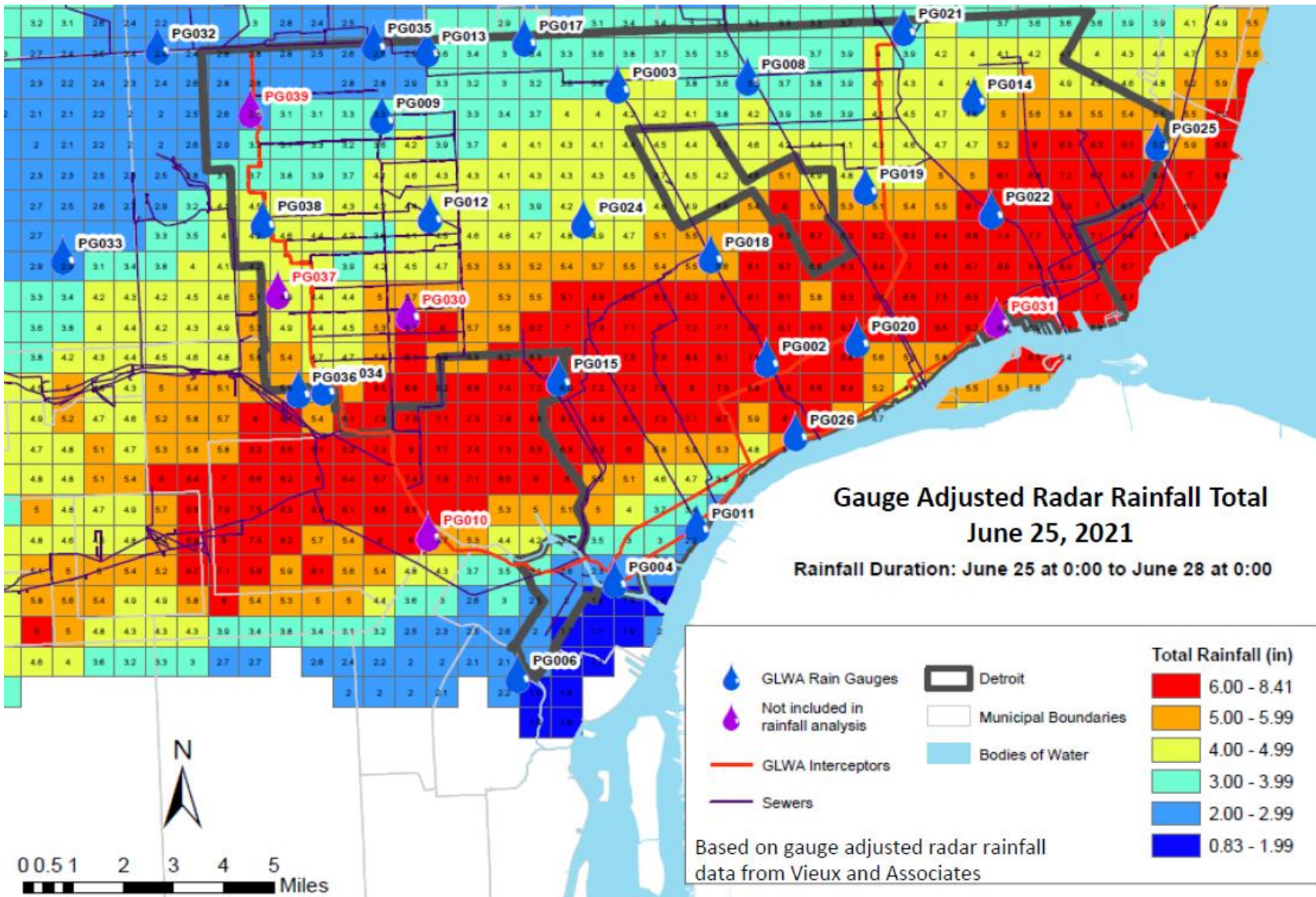


Background: 2021 Floods

On June 25-26, 2021...

6 to 8+ inches of rain in 12 hours

- Far-exceeded system capacity
- designed for a 1.5-3-inch storm in 24-hour period (1% probability storm)



What is CDBG DR – BBPP?

- **Purpose** - The U.S. Department of Housing and Urban Development (HUD) has allocated the City of Detroit, through its Housing and Revitalization Department (HRD) Community Development Block Grant – Disaster Recovery (CDBG-DR) funding to support long-term recovery efforts following storm events from the 2021 Presidential Major Disaster Declaration.
- **Scope** - Basement Backup Protection Program primary objectives are to directly serve income eligible homeowners impacted by the disaster, either directly or indirectly in most impacted neighborhoods list in the Action Plan by assisting with eligible home repairs. The City of Detroit is offering residential homeowners (owner/occupied and landlords of residential houses and duplexes) who have property within one of the identified neighborhoods, an opportunity to apply to the Basement Backup Protection Program.



Eligible Repairs

- Clean and Inspect sewer lateral service line with a camera scope
- Disconnect downspouts and install extensions at least three feet from foundation
- Repair or replace private lateral sewer and install cleanout
- Install sump pump on properties where diversion is possible
- Install backwater valve and sump pump with sump pump overflow
- On a case-by-case basis, funding will also be used to replace furnaces (or Boiler) or hot water heaters for homeowners that have been damaged by the flood (show a tie-back through one of the following):
 1. *DWSD Water in Basement claims*
 2. *FEMA Claims*
 3. *Private Insurance Claims*

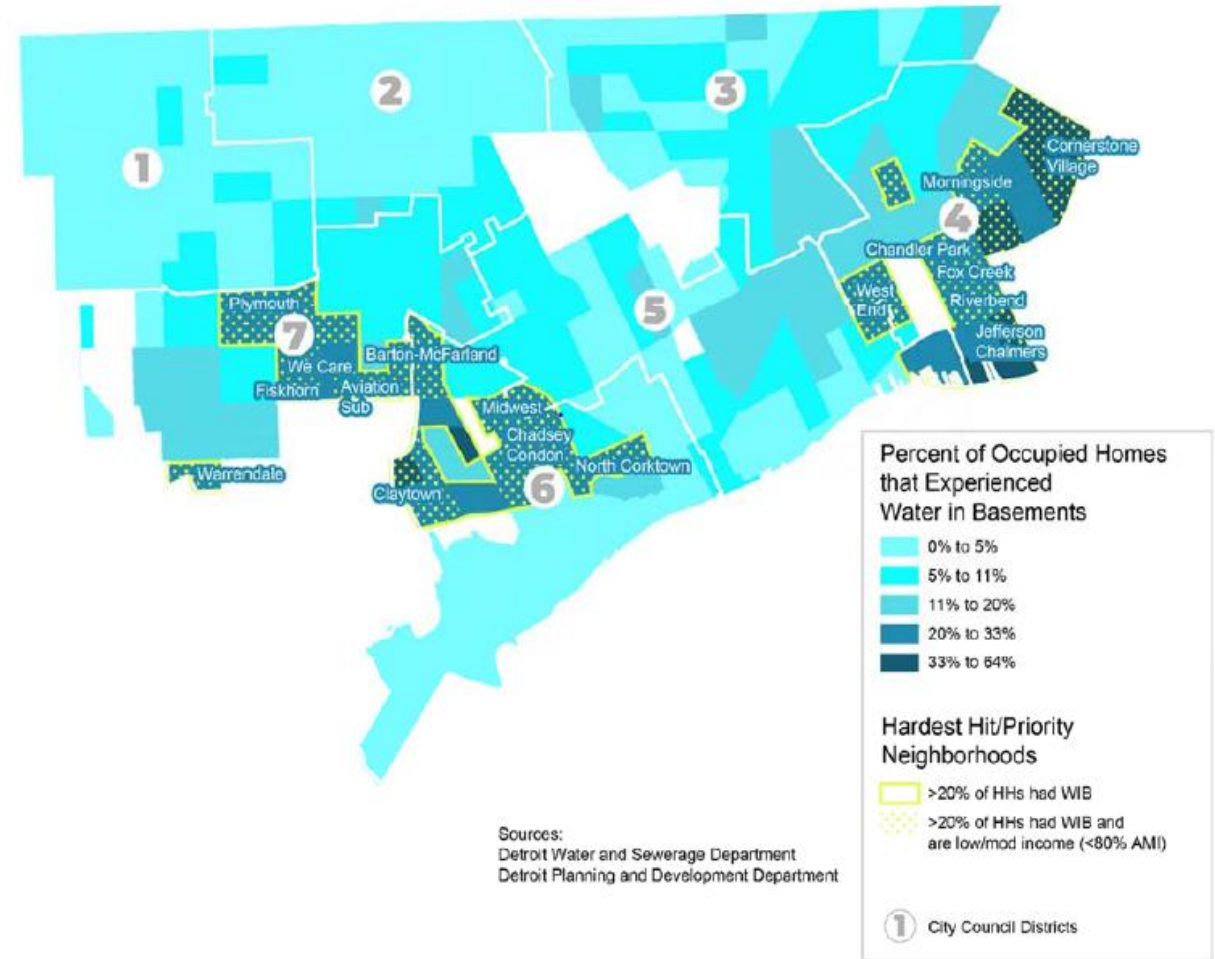


BBPP Eligible Districts/Neighborhoods (22)

Units to be served: Estimated 1,000-1,500

CDBG-DR BBPP Target Neighborhoods:

- **District 4:** Cornerstone Village, Morningside, Chandler Park, Fox Creek, Riverbend, West End
- **District 6:** Midwest, Chadsey-Condon, Claytown, North Corktown, Michigan-Martin
- **District 7:** Aviation Sub, Garden View, Plymouth-196, Plymouth-Hubell, Paveway, We Care Community, Fiskhorn, Joy-Schaefer, Warrendale, Warren Ave Community, Barton-McFarland



Basic Eligibility Requirements

- Households applying ***must be at or below 80% of the Area Median Income (AMI)*** as determined annually by HUD.
- Applicant must be an ***owner occupant or property owner*** (landlords)
- Households ***must be able to demonstrate impact (tie-back) from the June 25-26, 2021, flood event.***

Homeowner should provide proof of 1 or more of the following:

1. Home Insurance Claim
2. FEMA Claim
3. DWSD Water In Basement Claim
4. Invoices from work completed by a licensed contractor/business.

- Applicants must live in a ***single-family*** residential structure (1-4 units).
- The property ***cannot be in a floodplain.***
- Applicants must be able to demonstrate that there is ***no duplication of benefits.***
- Claims must be between ***June 2021 - September 2021***
- The property ***must be in one of the cities designated 22*** most impacted ***neighborhoods*** in District 4, 6 or 7



Landlord/Non-owner Occupant Eligibility

- Property ***must be registered with*** the City of Detroit Buildings, Safety, Engineering and Environmental Department (***BSEED***)
- ***At least 51% of the tenants must be low to moderate income*** and be at or below 80% AMI (if two units, one must be rented to a LMI households).
- ***If the unit(s) are vacated during the 5-year period, the property owner must market to low-to moderate income tenants*** during the 5-year period (HRD may review annually, and landlords will be required to provide marketing materials to HRD as documentation).

Land Contracts

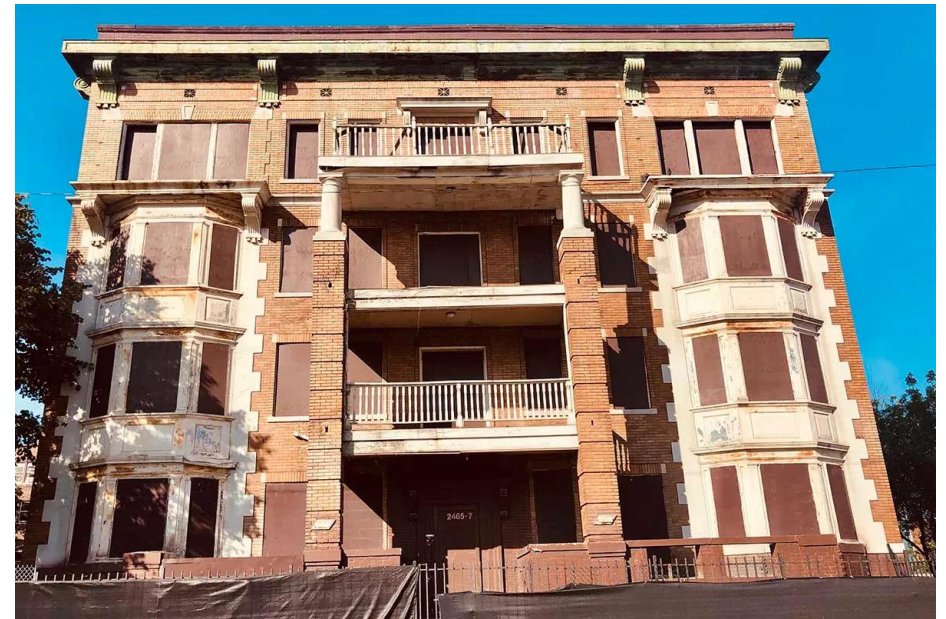
Individual(s) purchasing units by a land contract will be considered as owner-occupant(s) provided that the following conditions are met:

1. The unit must be the principal residence of the individual(s).
2. There must be a written land contract properly recorded in the Wayne County Register of Deeds Office.
3. The individual(s) must have made payments for at least six consecutive months or for 10% or more of the contract amount.
4. Title holders must give consent to home repairs and participation in the Program.
5. If all the above conditions have not been met, the individual(s) will be treated as tenants on a rental property and rental property program requirements will apply.



Ineligible Properties

1. Commercial property
2. Multi-family properties with more than 4 units
3. Public housing units
4. Project-based housing vouchers
5. Zero-bedroom housing units
6. 1-to-4-unit single family homes where all units are vacant
7. Properties owned by a bank or the Treasurer's Office through the foreclosure process.
8. Properties in which the owner is unable to show a clear title.



Area Median Income (AMI)

- Grant activity must serve “low” and “moderate” income households
 - Households earning at or less than 80% of the Area Median Income (\$89,800)
 - Income limits are adjusted for household size
- HUD uses the entire Metro-Detroit area to determine the AMI

	Persons in Family							
	1	2	3	4	5	6	7	8
Income Limit (80% AMI)	53,050	60,600	68,200	75,750	81,850	87,900	93,950	100,000

Source: HUD FY 2023 Income Limits. Detroit-Warren-Livonia, MI HUD Metro FMR Area



Timeline (2023/2024) Estimated

Deadline	Task
April 2023	Action Plan approved by HUD
July 2023	Financial Certification updates provided to HUD per their request
September 2023	City Council accepted and appropriated \$47MM
October 2023	Through DWSD, identified 1,400 households in 22 neighborhoods with known sewer issues (broken connection to city's main)
December 2023	BBPP - Signed Grant Agreement with HUD
January 2024	Mailer to all 1,400 households to apply/attend community information meeting
February/March 2024	Application intake process/review of applications
April/May 2024	Contractor Walk Through to Determine Scope of Work
<i>June-December 2024</i>	Construction