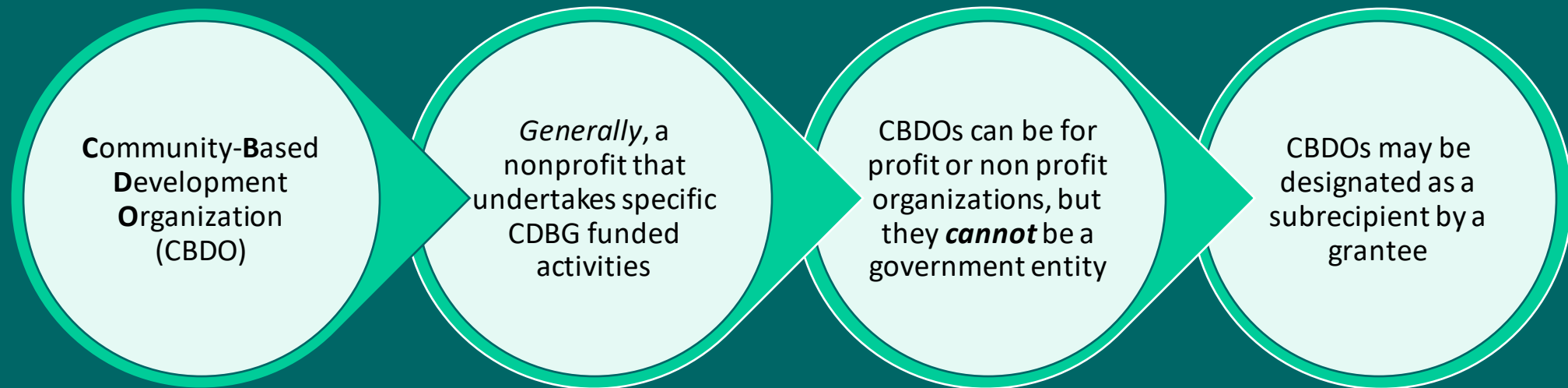


# Community-Based Development Organization (CBDO)

Overview, Requirements, and Process

## What is a CBDO?



## What are eligible activities?

### Neighborhood Revitalization

Activities of sufficient size and scope to have an impact on the decline of a geographic location within the City of Detroit (but not the entire City of Detroit) designated in comprehensive plans, ordinances, or other local documents as a neighborhood, village, or similar geographic location

### Community Economic Development

Activities that increase economic opportunity, principally for persons of low-and-moderate income, or that stimulate or retain businesses or permanent jobs, and projects that consist of one or more such activities that are clearly needed to address a lack of affordable housing accessible to existing or planned jobs

### Energy Conservation

Activities that address energy conservation, principally for the benefit of the low-and-moderate income residents of the City of Detroit

# CBDO- Requirements

## What is required to apply?

Your organization must meet requirements under:

- Exhibit A- 24 CFR 570 204 (c)(1)
- or
- Exhibit B- 24 CFR 570 204 (c)(2)

# CBDO- Requirements

## Exhibit A for 24 CFR 570.204 (c)(1)

**An association or corporation organized under State or local law to engage in community development activities primarily within an identified geographic area within the City of Detroit**

**Its primary purpose is the improvement of the physical, economic, or social environment of its geographic area of operation, by addressing one or more critical problems of the area, with particular attention to the needs of LMI persons**

**Either nonprofit or for-profit, provided that any monetary profits to shareholders or members must be only incidental to its operation**

**Maintains at least 51% of its governing body membership for LMI residents of its geographic area of operation, owners or senior officers of private establishments and other institutions located in and serving its geographic area of operation, or representatives of LMI neighborhood organizations located in its geographic area of operation**

# CBDO- Requirements

## Exhibit A for 24 CFR 570.204 (c)(1)

Is not an agency or instrumentality of the City of Detroit and does not permit more than 1/3 of the membership of its governing body to be appointed by, or to consist of, elected or other public officials or employees or officials of an ineligible entity

Except as authorized above, requires the members of its governing body to be nominated and approved by the general membership of the organization or by the permanent governing body

Is not subject to requirements under which its assets revert to the recipient upon dissolution

Is free to contract for goods and services from vendors of its own choosing

# CBDO- Requirements

## Exhibit B for 24 CFR 570.204 (c)(2)

Is an entity organized per  
Section 301 (d) of the  
Small Business Investment  
Act of 1958 (15 U.S.C 681  
(d)), including those that  
are profit making

OR

Is a Small Business  
Administration (SBA)  
approved Section 501  
State Development  
Company or Section 502  
Local Development  
Company, or an SBA  
Certified Section 503  
Company under the Small  
Business Investment Act of  
1958, as amended

OR

Is a Community Housing  
Development Organization  
(CHDO) under 24 CFR 92.2,  
designated as a CHDO by the  
HOME Investment Partnerships  
Program by the City of Detroit,  
with a geographic area of  
operation of no more than one  
neighborhood and has received  
or is expected to receive HOME  
funds under 24 CFR 92.300

# CBDO- Support Documentation

Both applications require the following support documentation:

**Project Description;**  
describe the services  
being funded

**Area of Operation;**  
please specify your  
area(s) of operation

**Copy of By Laws;**  
include a statement of  
the community  
economic  
development activity  
and geographic area  
of location

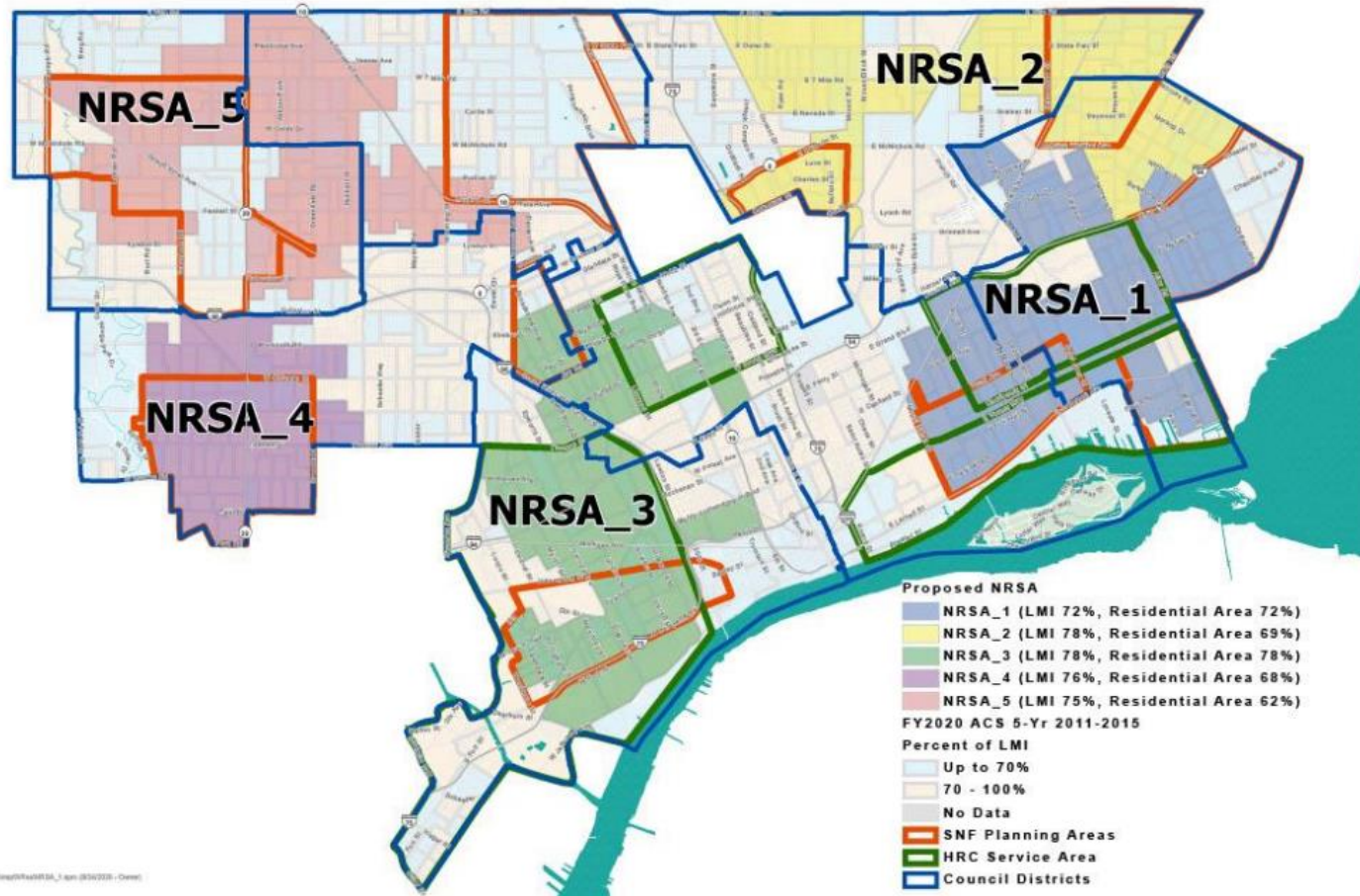
**Copy of Articles of  
Incorporation;**  
identify the activities  
being performed and  
the geographic area  
of operation





Housing and Revitalization  
Department

# NRSA Boundaries 2020-2024



# What are the benefits for my organization?

- Potential opportunities through the City of Detroit.
  - Using a CBDO to execute services allows for more flexibility with spending federal dollars
- Gain exposure
  - New organization? We list active CBDOs on the HRD website, so that residents can use your organization as a resource.
- Exhibit your organization's expertise in the specific areas of the community
  - We want people to know that local Detroiters and organizations are the experts for an array of services.
- Directly a part of the Detroit's socioeconomic growth

# Where do I apply?

- Qualify Under Exhibit A
  - [Exhibit A 24 CFR 570 \(c\)\(1\)](#)
- Qualify Under Exhibit B
  - [Exhibit B 24 CFR 570 \(c\)\(2\)](#)
- CBDO Interest Form

Contact LaShaun Turner at [lashaun.turner@detroitmi.gov](mailto:lashaun.turner@detroitmi.gov) with additional questions or concerns