Disaster Recovery

June 2021 Severe Storm

Community Development Block Grant – Disaster Recovery (CDBG-DR) Draft Substantial Amendment #2 to Action Plan | November 2024

Presentation Materials

This presentation will be available in English, Spanish, Bengali* and Arabic. Go to the CDBG-DR website to download the version of your choice. Esta presentación está disponible en ingléCDBG-DR para descargar la versión de su eleccións, español, árabe y bengalí. Vaya a la página web de هذا العرض متاح باللغات الإنجليزية والإسبانية والعربية لتنزيل والبنغالية حصلت الإصدار الذي تختاره এই উপস্থাপনাটি ইংরেজি, স্প্যানিশ, আরবি এবং বাংলায় উপলব্ধ। যান টিওয়েবসাইট লিংকআপনার পছন্দের সংস্করণটি ডাউনলোড করতে

tinyurl.com/5am6tssu

*বাংলা অনুবাদ বিলম্বিত হতে পারে। আপডেটের জন্য ওয়েবসাইট চেক করুন



Meeting Agenda

What we are talking about today:

- Disaster Recovery (DR) funding awarded from the U.S. Department of Housing and Urban Development (HUD) tied directly to the June 2021 presidentially-declared disaster
- Funding guidelines and requirements
- Program Updates
- Community feedback on those Eligibility

Requirements

What we're not talking about today:

- Federal Emergency Management Agency (FEMA) aid,
- Damage claims
- Small business claims
- Existing CDBG-DR Private Sewer Repair
 Program Applications. For PSRP inquiries:
 - PSRP@Detroitmi.gov
 - 866-313-2520 Option 3



Housing and Revitalization Department

Substantial Amendment

What Have We Completed So Far?

March 2022	First Allocation Announced by HUD (\$57.6MM)
November 2022	Action Plan submitted to HUD for \$47MM of the \$57MM Second Allocation Announced by HUD (\$37.6MM)
April 2023	Action Plan approved by HUD for \$47MM
September 2023	City Council Accept and appropriated \$47MM
November 2023	Completed Grant Agreement with HUD for first allocation
March 2024	Substantial Amendment #1 to allocate remaining CDBG-DR balance of \$47.6MM
May 2024	Action Plan submitted to HUD for the remaining CDBG-DR balance of \$47.6MM
June 2024	Action Plan approved by HUD for \$47.6MM
Nov/Dec 2024	City Council Accept and Appropriated \$47.6MM Completed Grant Agreement with HUD for second allocation Substantial Amendment #2 to Expand PSRP and Establish Mitigation Infrastructure program details

Total CDBG-DR Budget

CDBG-DR Budget			
HOUSING – Private Sewer Repair Program	\$43,211,450	45%	
HOUSING – Affordable Rental Housing Program	\$17,334,150	18%	
INFRASTRUCTURE - Public Facility Improvement (Homeless Shelters)	\$18,000,000	19%	
INFRASTRUCTURE – Drainage Improvement & Sinkhole Repair	\$9,421,000	10%	
Planning	\$2,500,000	3%	
Admin	\$4,761,400	5%	
Total	\$95,228,000		



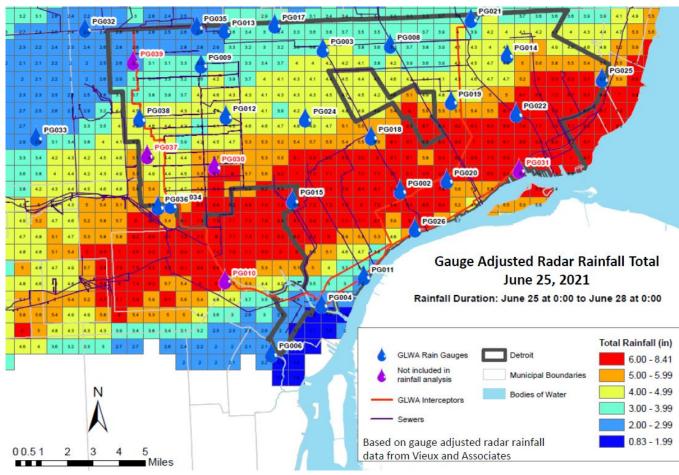
- HUD requires HRD in certain instances to provide notice to residents when we amend CDBG-DR Action Plan. This process is called a Substantial Amendment.
- Substantial Amendments can occur when HRD adds or deletes activities to its Action Plan, changes eligibility criteria to programs and/or moves \$3MM or more from one activity to another.

Today we are talking about Substantial Amendment #2 – HRD is updating eligibility requirements for several programs.



CDBG-DR Award Overview

June 25-26, 2021, Severe Storm Event



DETROIT

6 to 8+ inches of rain in 12 hours Far-exceeded system capacity Combined stormwater and sewer system Sewer system designed for a 1.5-3inch storm in 24-hour period (1% probability storm) Power supply disruptions at Freud and Conner pump stations Collapsed sewer lateral service lines

Estimated over 30,000 households affected

82% of hardest hit households are low or moderate-income

What is CDBG-Disaster Recovery?

HUD awarded the City of Detroit \$95.2M for recovery from the *June 2021 storm* (August 2021 & August 2023 damages not eligible).

RECOVERY (\$82.8 M awarded)

Activities that address unmet need for restoring housing, infrastructure, and/or economic activity that was impacted by the June 2021 disaster

• e.g. repairing sewer/stormwater infrastructure

* Recovery activity in flood zones is prohibited unless homeowner carries flood insurance



MITIGATION (\$12.4 M awarded)

Activities that increase resilience to or lessen impact of future disasters

• e.g. flood protection infrastructure

CDBG-DR Eligible Activities

CDBG-DR-funded activities and programs must respond to disaster-related impacts from June 25/26, 2021, that are not fully addressed by other funding sources (i.e. FEMA, USACE)







Housing

- Rehabbing and/or Rebuilding housing
- Homeowners & Renters

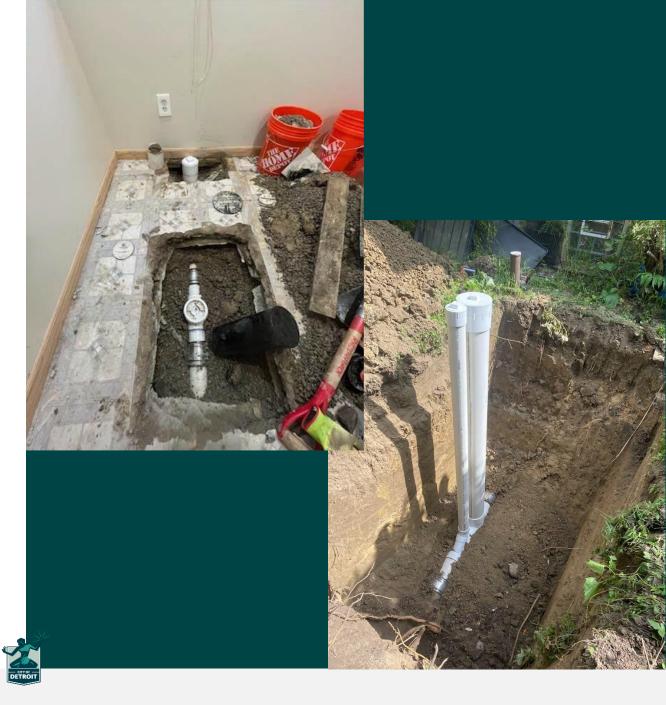
Infrastructure

- Drainage Improvement
- Public Facility Improvements

Economic Revitalization

• Rebuilding businesses

PSRP Neighborhood Expansion



Private Sewer Repair Program Priority Neighborhoods

This program will prioritize the 22 neighborhoods located in D4, D6 and D7.

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-I96, Plymouth-Hubell, Paveway, We Care Community, Fiskhorn, Joy Schaefer, Warrendale, Warren Ave Community, Barton-McFarland



Additional Neighborhoods

District 1	Crary/St Marys, Cadillac Community, Evergreen-Outer Drive, Hubbell-Lyndon, Grandmont #1
District 2	Greenfield, Martin Park, Pilgrim Village, Dexter-Fenkell, Bethune Community
District 3	Regent Park, Conant Gardens, Krainz Woods, Pulaski, Airport Sub, Hawthorne Park, Von Steuben, Grant, Mount Olivet, Cadillac Heights, Pershing, Franklin, Conner Creek, Sherwood
District 4	LaSalle College Park, East English Village, Yorkshire Woods, Denby, Mapleridge, East Canfield, Eden Gardens, Wade, Ravendale, Gratiot-Findlay, Outer Drive-Hayes, Moross Morang, Chandler Park-Chalmers, Fox Creek
District 5	Marina District, Arden Park, Islandview, Petosky-Otsego, Boston Edison, McDougall-Hunt, Pingree Park, East Village, NW Goldberg, Forest Park, Eastern Market, Gratiot Town/Kettering, Poletown East, Jamison, LaSalle Gardens, Wildemere Park, Medbury Park, Milwaukee Junction, Historic Atkinson, North End, Dexter-Linwood, Gratiot Woods, Gratiot Grand, Greektown
District 6	Midwest, Chadsey-Condon, Claytown, North Corktown, Michigan-Martin, Corktown, Core City
District 7	Franklin Park, Oakman Blvd Community, Nardin Park, Russell Woods, Joy Community, Southfield Plymouth, Pride Area Community, Happy Homes, Northwest Community, Littlefield Community, Grand River-196, Davison- Schoolcraft, Chalfonte



PSRP Application Process Overview



Eligibility Requirements

- Homeowner and Renters
- Must be at or below 80% AMI
- Single-Family Residential (1-4 units)
- Demonstrate tie-back to June 2021 flood event
- · Property located in eligible neighborhood
- Property not located in a floodplain
- No duplication of benefits



• More information about eligibility and how to apply for this program can be found on https://tinyurl.com/CDBG-DR-PSRP

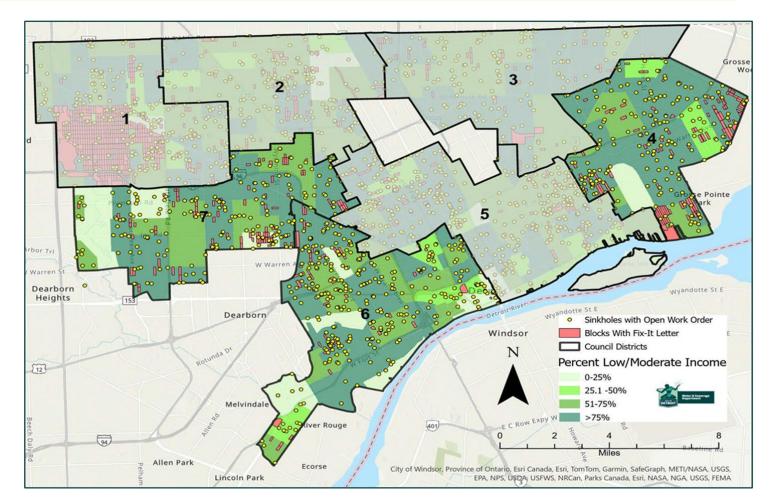


Mitigation-Drainage Improvement and Sinkhole Repair



Drainage Improvement and Alley Sinkhole Repair

- \$9.4MM CDBG-DR Mitigation Funds
- DWSD will address collapsed sewer
 mains and repair sinkholes
- <u>Known</u> (reported and verified) sinkholes by DWSD:
 - 1,707 city-wide
 - 751 in Districts 4, 6, and 7
- Prioritize assistance to Most Impacted Districts 4,6, and 7 first.



Drainage Improvement and Alley Sinkhole Repair

Sinkholes impact the capacity of the sewer main and surface drainage improvements to transport water away from the affected area.

- Sinkholes are most often caused by:
 - Failing connection of private sewer lateral to City sewer main
 - Collapse of private sewer lateral
 - Collapse in City sewer main



Public Facilities Improvement

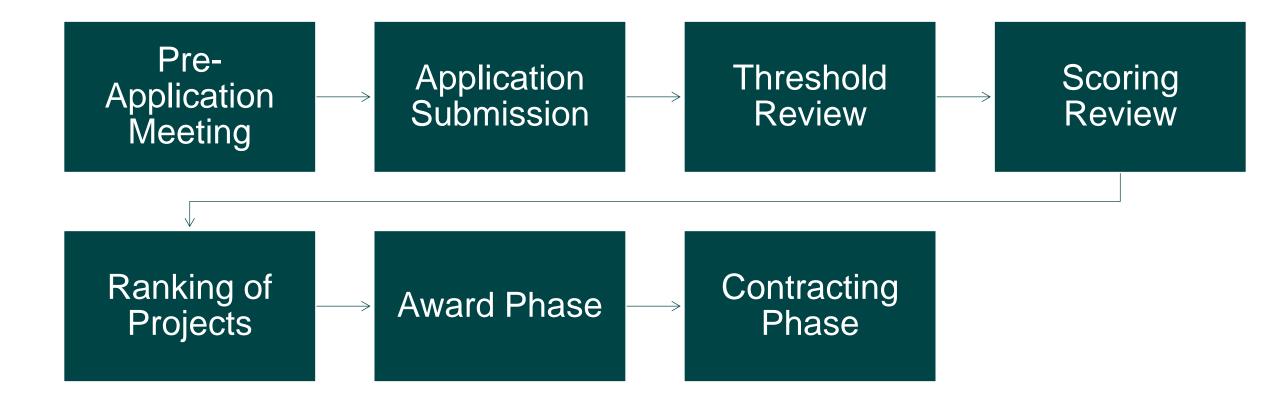
Notice of Funding Availability Overview



Public Facilities Improvement (Emergency Shelter)

Eligible Applicants	Non-profit Emergency Shelters received referrals from Coordinated Assessment Model (CAM)
Eligible Project Type/ Repairs	Capital Improvements, ADA, Improvement to remove hazardous conditions, Improvements that bring the facility up to code, incorporating resilient construction standards, etc.
Beneficiary	Homeless Individuals and Families
Tie-back	Public Facility Improvements will address the remaining direct and indirect impacts from the June 2021 Disaster.
Long term Resilience	Improvements will aim to make emergency shelters more resilient and increase service capacity and ensure continuous operations during future disasters

Public Facilities Improvement NOFA Process



Scoring Criteria

Application Section	Total Points Possible
Organization Experience	25
Financial Capacity	25
Project Specifics	50
Points Possible	100



Affordable Rental Housing Program

Notice of Funding Availability Overview

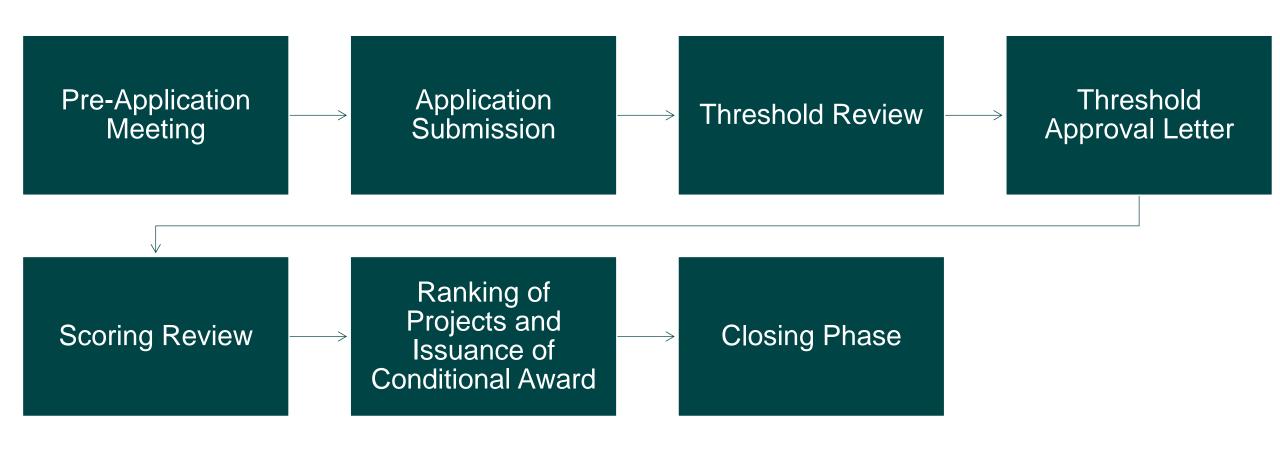




Affordable Rental Housing Program

Eligible Project Type	 Single-family rental housing rehabilitation – costs associated with rehabbing single-family rental units (4 or less units) to bring them into compliance. Multi-family affordable housing – includes the new construction or rehabilitation of units in multi-family projects with 5 or more units.
Eligibility Applicants	 Community Housing Development Organizations (CHDO) Community-Based Development Organizations (CBDO) For-Profit/Start-up developers Nonprofit developers
Beneficiaries	Beneficiaries (renters) will not exceed 80% AMI.
Tie-back	 Affordable rental housing unit will address the current lack of affordable unit as a direct or indirect result
Long-Term Resilience	 Increased construction standards to lower risk of damage in future disaster

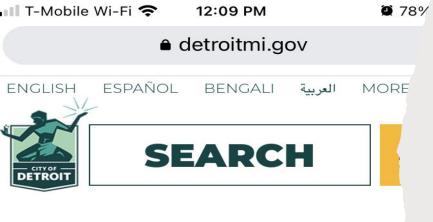
Affordable Rental Housing NOFA Process



Timeline – Next Steps

Date	Task
November – December 2024	In process: November 19th Public Comment Opened December 19th Public Comment period closes at 5:00pm 12/2 Virtual Recorded Public Hearing – City Wide DON cast 12/9 Virtual Public Hearing – City Wide DON cast
January 2025	Substantial Amendment Submitted to HUD for Review and Approval (60 Days)





Where am I: Home / Housing and Revitalization Department



Community Development Block Grant Disaster Recove Funds

The U.S. Department of Housing and Urban Development recently announced that the City of Detroit has been allocated \$57.5 million in Community Development Block Grant-Disaster Recovery funds to help Detroit recover from natural disasters and build resilient systems and

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• Stay Tuned!

- Public Hearings:
- Monday, December 2nd, 5:00PM
- Monday December 9th, 5:00PM
- Visit the website at:
- tinyurl.com/5am6tssu
- Watch meeting recordings
- Download presentations
- Review the Action Plan and Amendments
- Get updates on Program Launch
- Access materials in English, Spanish, Arabic, and Bengali
- Email all comments and questions to:
- <u>disasterrecovery@detroitmi.gov</u>
- Follow HRD on Instagram:
- @DetroitHRD