

CONSOLIDATED PLAN

And

Community Development Block Grant (CDBG)

Program

General Information

City of Detroit

Housing and Revitalization Department (formerly
Planning and Development Department)

2 Woodward Avenue, Suite 908

Detroit, Michigan, 48226

Program Presentation Overview

In this presentation, we will cover:

- Consolidated Plan
- Annual Action Plan
- Fast Facts about the CDBG Program
- CDBG Program Allocations

Consolidated Plan

➤ HUD Consolidated Plan (aka Con Plan)

- Five-Year Strategy analyzes and assess the jurisdiction's existing conditions, set goals and identifies and prioritizes the following needs: affordable housing needs, community development needs, needs of vulnerable persons and families ([see 24 CFR Part 91 in the regulations](#))
- It serves as our application to receive funding and guides the resources of funding for the following four programs:
 - Community Development Block Grant (CDBG)
 - HOME Investment Partnership
 - Emergency Solutions Grant (ESG)
 - Housing Opportunities for Persons With AIDS (HOPWA)
- City of Detroit will prepare and submit the new Five Year Plan on May 15, 2020

Action Plan

➤ Action Plan – is part of the Consolidated Plan implemented annually, which provide a concise summary of the actions, activities, and the specific federal and non-federal resources that will be used each year to address the priority needs and specific goals identified by the Consolidated Plan (includes funding allocations).

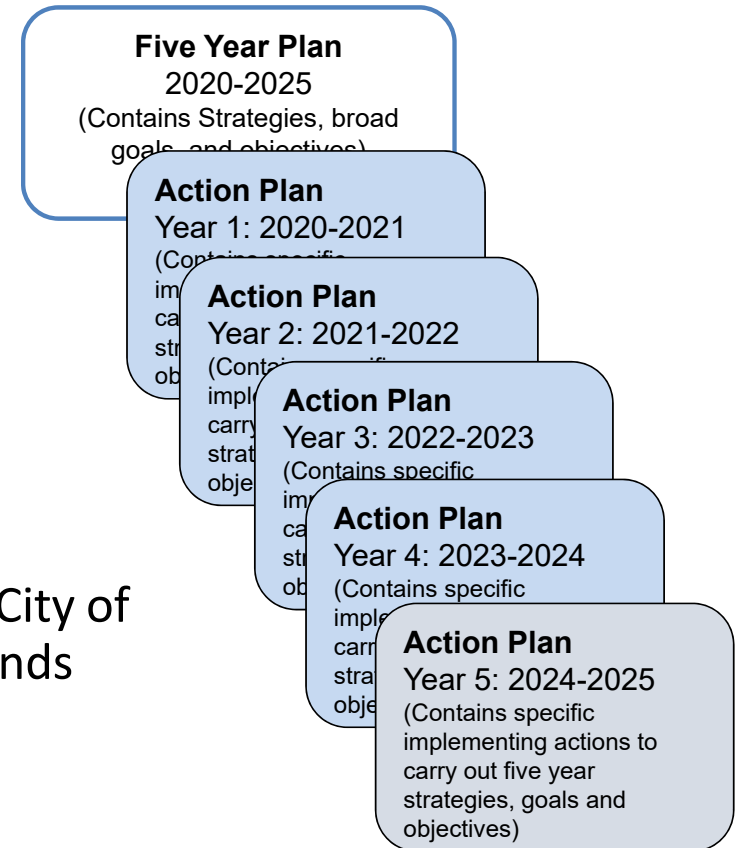
- Acts as the City's application to HUD to receive annual Consolidated Plan program funds
- Implements the strategies, goals & objectives of the Consolidated Plan
- The City of Detroit plans to submit the 2020 – 2021 Action Plan by May 15, 2020

Consolidated Plan Strategy & Annual Action Plan

➤ Two (2) Documents Guide Consolidated Plan Funding

- Five Year Strategy
- Annual Action Plan

HUD must review and approve these plans before the City of Detroit receives funds and before recipients expend funds



COMMUNITY
DEVELOPMENT
BLOCK GRANT
(CDBG)

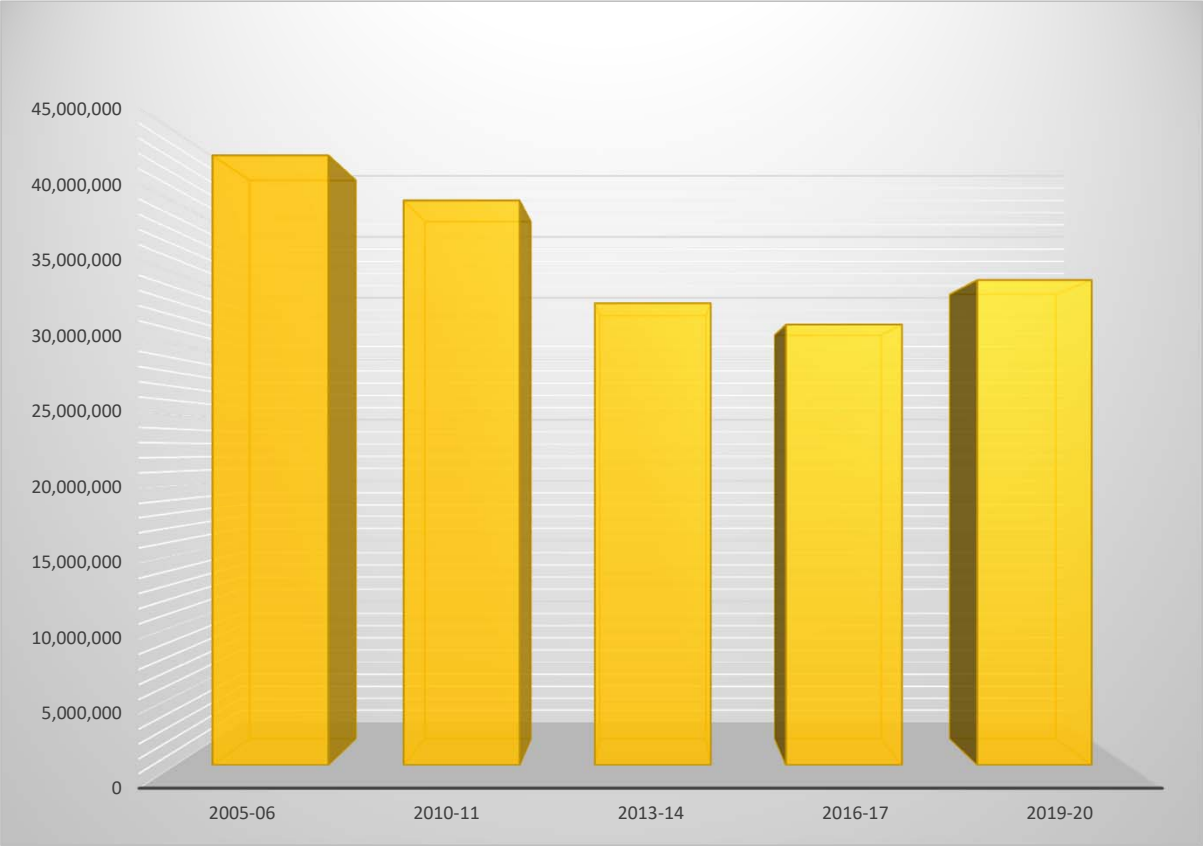
CDBG Program – is a federal program operated by the U.S. Department of Housing and Urban Development (HUD). It Provides entitlement grants to local entities for community development activities (24 CFR part 570).

- ❑ The program objective is the development of viable communities by providing decent housing, a suitable living environment, and expanded economic opportunities, principally for low-and-moderate-income persons
- ❑ The grant amount is determined by formula and varies from year to year according to the amount appropriated nationally by the U.S. Congress.

CDBG Program – Fast Facts

- Authorized under Title I of the Housing and Community Development Act of 1974 by President Gerald Ford
- Allocations are made to States, Urban Counties and Entitled Local Governments based upon a formula devised by the U.S. Department of Housing and Urban Development (HUD)
- It was funded at \$3 billion in 2017
- 2019 – 2020 CDBG allocation to the City of Detroit was \$34,516,333.....(\$136,920 increase from previous year)

City of Detroit CDBG Allocations, 2005 – 2019



CDBG Program – Federal Regulations

- The CDBG Program is governed by the Code of Federal Regulations, Title 24, Part 570

- All activities funded through the CDBG Program must pass a two-pronged test...
 1. Demonstrate compliance with a National Objective

 2. Meet the definition of an eligible activity

CDBG Program – Federal Regulations

➤ **Compliance with a National Objective** – Federal regulations identify three national objectives:

- Benefit low- to moderate-income persons
- Prevent or eliminate slums and blight
- Urgent community development needs

70% of all CDBG funds must meet the Low/Mod National Objective

CDBG Program – Federal Regulations

➤ Benefit to low- and moderate-income persons includes several sub categories the main two used are:

- Limited Clientele Activities (LMC)– 51% or more of the persons benefiting from the activity must qualify under low-moderate-income household.
 - ❖ Some low and moderate income clientele will qualify under presumed benefit: **Homeless, Elderly, Battered Spouse, Severely Disabled Adults, Abused Children, Illiterate Persons, and Persons with Aids**
- Area Benefit Activities (LMA) – 51% or more of the persons residing in a service area qualify as a low- to moderate-income household. The area must be residential.

PUBLIC SERVICE MATRIX CODES

Activity	Low-moderate income sub-category
05A Senior Services	LMC
05B Handicapped Services	LMC
05C Legal Services	LMC, LMA
05D Youth Services	LMC
05E Transportation Services	LMC, LMA
05F Substance Abuse Services	LMC, LMA
05G Battered and Abused Spouses	LMC
05H Employment Training	LMC, LMA
05I Crime Awareness	LMC, LMA
05J Fair Housing Activities	LMC, LMA
05L Child Care Services	LMC
05M Health Services	LMC, LMA
05N Abuses and Neglected Children	LMC
05O Mental Health Services	LMC, LMA
05P Screening for Lead Based	LMC
05Q Subsistence Payments	LMC
05R Homeownership Assistance	LMC
05S Rental Housing Subsidies	LMC
05T Security Deposits	LMC

Thank You!