



FY 2025
Water Residential Assistance Program (WRAP)
Funding Report

Proposed as of June 24, 2024
For Presentation to the
Board of Directors on June 26, 2024

V. 2 Table 2 Total Corrected

Background

The Water Residential Assistance Program, or WRAP, provides assistance to eligible, low-income households who receive water and/or sewer service from Great Lakes Water Authority (GLWA) member partner communities. Households can receive help with paying down past due balances and receive water and sewer bill payment assistance for up to two years. Eligible seniors and permanently disabled persons can obtain bill credit assistance without an expiration date. Participants may also receive conservation assistance and minor plumbing repairs. WRAP, a first of its kind program in Michigan, was created by representatives from throughout the region. GLWA partners with agencies like Macomb Community Action (MCA), United Way for Southeastern Michigan (United Way), and Wayne Metropolitan Community Action Agency (Wayne Metro) to deliver WRAP services to residents.

The annual WRAP budget is calculated at one-half of one percent (0.5%) of the regional system operating revenue as authorized in GLWA's founding documents. In addition, the City of Detroit is authorized to include an additional 1% in the local Detroit Water & Sewerage Department (DWSD) budget based on its operating revenue budget. That amount is included in the rates for the local DWSD system only. In addition, DWSD contracts with Wayne Metro directly for the DWSD local system generated funding.

The WRAP program funding is allocated among three uses for areas outside the City of Detroit: income based plane (IBP) payment assistance (including arrearages) at 80%, conservation (including healthy home initiatives and home repairs) at 5%, and program administration which is capped at 15%. Within the City of Detroit, the allocated WRAP funding supports DWSD's Lifeline program.

The Great Lakes Water Authority [Water Residential Assistance Program \(WRAP\) Board Policy](#) is available on our website at [Assistance - GLWA \(glwater.org\)](#).

Purpose of this Report

The purpose of this report is to present the upcoming FY 2025 WRAP budget for internal and external stakeholders as well as to confirm the funding by service area for each service delivery partner.

- ✓ **Wayne Metro** provides services for Area 1 - City of Detroit, Area 2 - City of Flint, and Area 3 - Wayne (Not Including Detroit), Washtenaw, and Monroe Counties.
- ✓ **United Way** provides services for Area 4 - Oakland County.
- ✓ **MCA** provides services for Area 5 - Macomb, St. Clair, and Lapeer Counties.

The tables on the subsequent pages are provided for reference and to document the calculations that support the WRAP budget.

Questions?

Please contact us at wrap@glwater.org

Service Area	Direct Assistance (80%)	Conservation (5%)	Administration (15%)	Lifeline	Total WRAP Allocation
Area 1 - City of Detroit				\$ 1,323,900	\$ 1,323,900
Detroit				1,323,900	1,323,900
Area 2 - City of Flint	\$ 43,840	\$ 2,740	\$ 8,220		54,800
Genesee	43,840	2,740	8,220		54,800
Area 3 - Wayne (Not Including Detroit), Washtenaw, Monroe Counties	972,960	60,810	182,430		1,216,200
Monroe	108,480	6,780	20,340		135,600
Washtenaw	44,880	2,805	8,415		56,100
Wayne	819,600	51,225	153,675		1,024,500
Area 4 - Oakland County	804,880	50,305	150,915		1,006,100
Oakland	804,880	50,305	150,915		1,006,100
Area 5 - Macomb, St. Clair, Lapeer Counties	653,600	40,850	122,550		817,000
Lapeer	24,400	1,525	4,575		30,500
Macomb	618,560	38,660	115,980		773,200
St. Clair	10,640	665	1,995		13,300
Grand Total	\$ 2,475,280	\$ 154,705	\$ 464,115	\$ 1,323,900	\$ 4,418,000

Service Area	Direct Assistance (80%)	Conservation (5%)	Administration (15%)	Lifeline	Total WRAP Allocation
Area 1 - City of Detroit				\$ 3,573,400	\$ 3,573,400
Local				2,249,500	2,249,500
Regional				1,323,900	1,323,900
Area 2 - City of Flint	\$ 43,840	\$ 2,740	\$ 8,220		54,800
Regional	43,840	2,740	8,220		54,800
Area 3 - Wayne (Not Including Detroit), Washtenaw, Monroe Counties	972,960	60,810	182,430		1,216,200
Regional	972,960	60,810	182,430		1,216,200
Area 4 - Oakland County	804,880	50,305	150,915		1,006,100
Regional	804,880	50,305	150,915		1,006,100
Area 5 - Macomb, St. Clair, Lapeer Counties	653,600	40,850	122,550		817,000
Regional	653,600	40,850	122,550		817,000
Grand Total	\$ 2,475,280	\$ 154,705	\$ 464,115	\$ 3,573,400	\$ 6,667,500

Table 3 - Calculation of Operating Revenue to Determine Basis for Regional WRAP Budget			
Revenue Budget Approved	Water	Sewer	Total
Charges Revenue (All Sources)	\$ 374,852,800	\$ 507,596,100	\$ 882,448,900
Other	400,000	700,000	1,100,000
Total Regional Operating Revenue	\$ 375,252,800	\$ 508,296,100	\$ 883,548,900
Regional WRAP Contribution at 0.5%	\$ 1,876,500	\$ 2,541,500	\$ 4,418,000
Note: Budget Calculation Recap vs Approved Budget			
Per Approved Budget Document	1,947,800	2,651,700	4,599,500
FY 2025 Quarter 1 Budget Amendment	\$ (71,300)	\$ (110,200)	\$ (181,500)

Related to Table 3, the GLWA Board of Directors approved the budget on February 28, 2024. The WRAP calculation was an estimate at the time. An FY 2025 first quarter budget amendment will be proposed to align the WRAP budget with the above calculation.

Table 4 - FY 2025 Water Residential Assistance Program Funding Allocation Calculation - Regional Funding						
Service Area	Water Revenue Requirement	Sewer Revenue Requirement	Water System WRAP	Sewer System WRAP	Total Regional WRAP	Total Regional WRAP Percentage Allocation
Area 1 - City of Detroit	\$ 46,937,100	\$ 211,440,200	\$ 234,900	\$ 1,089,000	\$ 1,323,900	30.0%
Detroit	46,937,100	211,440,200	234,900	1,089,000	1,323,900	30.0%
Area 2 - City of Flint	10,954,400		54,800	-	54,800	1.2%
Genesee	10,954,400		54,800	-	54,800	1.2%
Area 3 - Wayne (Not Including Detroit), Washtenaw, Monroe	144,080,800	96,042,900	721,300	494,900	1,216,200	27.5%
Monroe	27,094,700		135,600	-	135,600	3.1%
Washtenaw	11,214,900		56,100	-	56,100	1.3%
Wayne	105,771,200	96,042,900	529,600	494,900	1,024,500	23.2%
Area 4 - Oakland County	82,464,600	115,185,720	412,900	593,200	1,006,100	22.8%
Oakland	82,464,600	115,185,720	412,900	593,200	1,006,100	22.8%
Area 5 - Macomb, St. Clair, Lapeer Counties	90,413,400	70,773,080	452,600	364,400	817,000	18.5%
Lapeer	6,077,300		30,500	-	30,500	0.7%
Macomb	81,689,100	70,773,080	408,800	364,400	773,200	17.5%
St. Clair	2,647,000		13,300	-	13,300	0.3%
Grand Total	\$ 374,850,300	\$ 493,441,900	\$ 1,876,500	\$ 2,541,500	\$ 4,418,000	100.0%

Related to Table 4, the “Revenue Requirement” is the estimated annual charge to each Member Partner community. The relative weight of the pro-rata water and sewer charges form the basis for the allocation of WRAP funding among the service delivery areas.

Table 5 - FY 2025 Water Residential Assistance Program Funding - Service Delivery Partner Contract Amount					
Service Delivery Partner / Area	Direct			Lifeline	Total WRAP Allocation
	Assistance (80%)	Conservation (5%)	Administration (15%)		
Wayne Metro	\$ 1,016,800	\$ 63,550	\$ 190,650	\$ 1,323,900	\$ 2,594,900
Area 1 - City of Detroit				1,323,900	1,323,900
Area 2 - City of Flint	43,840	2,740	8,220		54,800
Area 3 - Wayne (Not Including Detroit), Washtenaw, Monroe Counties	972,960	60,810	182,430		1,216,200
United Way	804,880	50,305	150,915		1,006,100
Area 4 - Oakland County	804,880	50,305	150,915		1,006,100
Macomb Community Action	653,600	40,850	122,550		817,000
Area 5 - Macomb, St. Clair, Lapeer Counties	653,600	40,850	122,550		817,000
Grand Total	\$ 2,475,280	\$ 154,705	\$ 464,115	\$ 1,323,900	\$ 4,418,000

Related to Table 5, this calculation is the basis for the contracted budget amount for each service delivery area and partner and forms the basis for their annual contracted budget amounts and reports.