

# GLWA

*Great Lakes Water Authority*



**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](mailto:wrap@glwater.org)

Service Area	Direct				Total WRAP Allocation
	Assistance (80%)	Conservation (5%)	Administration (15%)	Lifeline	
<b>Area 1 - City of Detroit</b>				<b>\$ 1,323,900</b>	<b>\$ 1,323,900</b>
Detroit				1,323,900	1,323,900
<b>Area 2 - City of Flint</b>	<b>\$ 43,840</b>	<b>\$ 2,740</b>	<b>\$ 8,220</b>		<b>54,800</b>
Genesee	43,840	2,740	8,220		54,800
<b>Area 3 - Wayne (Not Including Detroit), Washtenaw, Monroe Counties</b>	<b>972,960</b>	<b>60,810</b>	<b>182,430</b>		<b>1,216,200</b>
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
<b>Area 4 - Oakland County</b>	<b>804,880</b>	<b>50,305</b>	<b>150,915</b>		<b>1,006,100</b>
Oakland	804,880	50,305	150,915		1,006,100
<b>Area 5 - Macomb, St. Clair, Lapeer Counties</b>	<b>653,600</b>	<b>40,850</b>	<b>122,550</b>		<b>817,000</b>
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
<b>Grand Total</b>	<b>\$ 2,475,280</b>	<b>\$ 154,705</b>	<b>\$ 464,115</b>	<b>\$ 1,323,900</b>	<b>\$ 4,418,000</b>

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

<b>Revenue Budget Approved</b>	<b>Water</b>	<b>Sewer</b>	<b>Total</b>
Charges Revenue (All Sources)	\$ 374,852,800	\$ 507,596,100	\$ 882,448,900
Other	400,000	700,000	1,100,000
<b>Total Regional Operating Revenue</b>	<b>\$ 375,252,800</b>	<b>\$ 508,296,100</b>	<b>\$ 883,548,900</b>
<b>Regional WRAP Contribution at 0.5%</b>	<b>\$ 1,876,500</b>	<b>\$ 2,541,500</b>	<b>\$ 4,418,000</b>
<b>Note: Budget Calculation Recap vs Approved Budget</b>			
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.

<b>Service Area</b>	<b>Water Revenue Requirement</b>	<b>Sewer Revenue Requirement</b>	<b>WRAP</b>		<b>Total Regional WRAP</b>	<b>Total Regional WRAP Percentage Allocation</b>
			<b>Water System</b>	<b>Sewer System</b>		
<b>Area 1 - City of Detroit</b>	<b>\$ 46,937,100</b>	<b>\$ 211,440,200</b>	<b>\$ 234,900</b>	<b>\$ 1,089,000</b>	<b>\$ 1,323,900</b>	<b>30.0%</b>
Detroit	46,937,100	211,440,200	234,900	1,089,000	1,323,900	30.0%
<b>Area 2 - City of Flint</b>	<b>10,954,400</b>		<b>54,800</b>	<b>-</b>	<b>54,800</b>	<b>1.2%</b>
Genesee	10,954,400		54,800	-	54,800	1.2%
<b>Area 3 - Wayne (Not Including Detroit), Washtenaw, Monroe</b>	<b>144,080,800</b>	<b>96,042,900</b>	<b>721,300</b>	<b>494,900</b>	<b>1,216,200</b>	<b>27.5%</b>
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%
<b>Area 4 - Oakland County</b>	<b>82,464,600</b>	<b>115,185,720</b>	<b>412,900</b>	<b>593,200</b>	<b>1,006,100</b>	<b>22.8%</b>
Oakland	82,464,600	115,185,720	412,900	593,200	1,006,100	22.8%
<b>Area 5 - Macomb, St. Clair, Lapeer Counties</b>	<b>90,413,400</b>	<b>70,773,080</b>	<b>452,600</b>	<b>364,400</b>	<b>817,000</b>	<b>18.5%</b>
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%
<b>Grand Total</b>	<b>\$ 374,850,300</b>	<b>\$ 493,441,900</b>	<b>\$ 1,876,500</b>	<b>\$ 2,541,500</b>	<b>\$ 4,418,000</b>	<b>100.0%</b>

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.

<b>Table 5 - FY 2025 Water Residential Assistance Program Funding - Service Delivery Partner Contract Amount</b>					
<b>Service Delivery Partner / Area</b>	<b>Direct</b>				<b>Total WRAP Allocation</b>
	<b>Assistance (80%)</b>	<b>Conservation (5%)</b>	<b>Administration (15%)</b>	<b>Lifeline</b>	
<b>Wayne Metro</b>	<b>\$ 1,016,800</b>	<b>\$ 63,550</b>	<b>\$ 190,650</b>	<b>\$ 1,323,900</b>	<b>\$ 2,594,900</b>
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
<b>United Way</b>	<b>804,880</b>	<b>50,305</b>	<b>150,915</b>		<b>1,006,100</b>
Area 4 - Oakland County	804,880	50,305	150,915		1,006,100
<b>Macomb Community Action</b>	<b>653,600</b>	<b>40,850</b>	<b>122,550</b>		<b>817,000</b>
Area 5 - Macomb, St. Clair, Lapeer Counties	653,600	40,850	122,550		817,000
<b>Grand Total</b>	<b>\$ 2,475,280</b>	<b>\$ 154,705</b>	<b>\$ 464,115</b>	<b>\$ 1,323,900</b>	<b>\$ 4,418,000</b>

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.