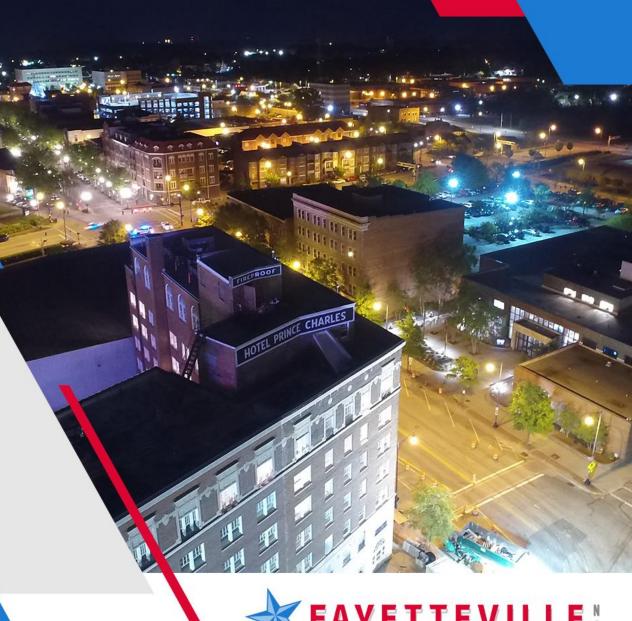
Hazard Mitigation Grant Program Funding Opportunity for Structure Elevation or **Buyout of Damaged Properties**

April 7, 2025







Council Consensus

Staff is seeking Council consensus to pursue Hazard Mitigation funding to mitigate losses to Repetitive Loss Structures

- Define Hazard Mitigation Grant Program
- Discuss Notice of Funding Availability
- Describe Types of Mitigation
- Summarize Repetitive Loss Structures in Fayetteville
- Present Process & Next Steps





Hazard Mitigation Grant Program

- The Hazard Mitigation Grant Program is a FEMA-funded program designed to reduce or eliminate future damage and loss following a disaster.
- The Hazard Mitigation Grant Program is federally funded but managed by the North Carolina Department of Public Safety's Division of Emergency Management.
- The City has previously received HMGP funding for infrastructure improvements and property acquisition & elevation.



Hazard Mitigation Grant Program

HMGP differs from other types of Mitigation Grant Funds.



CDBG - Must spend at least 70% of funds for low- and moderate-income persons.



FMA – Competitive, align with Hazard Mitigation Plan, 25% non-Federal Cost Share









Notice of Funding Availability

HMGP DR-4827-NC - Tropical Storm Helene



NOFA date: 12/11/2024



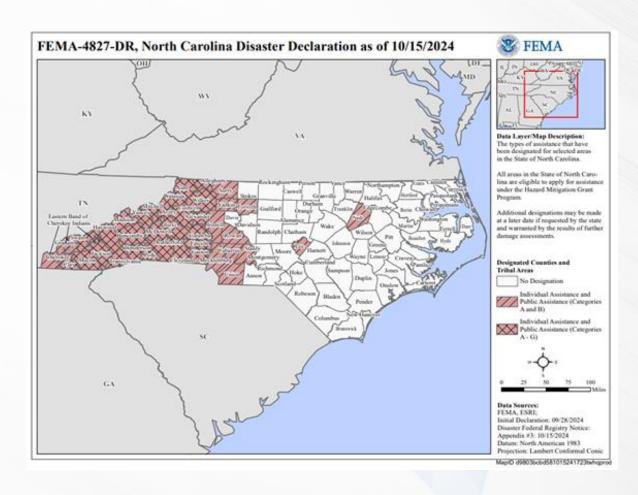
Primary: declared Counties



Secondary: All other projects Statewide



Residential and non-Residential Mitigation prioritized





Notice of Funding Availability

HMGP DR-4837-NC - Potential Tropical Cyclone 8



NOFA data = 3/4/2025



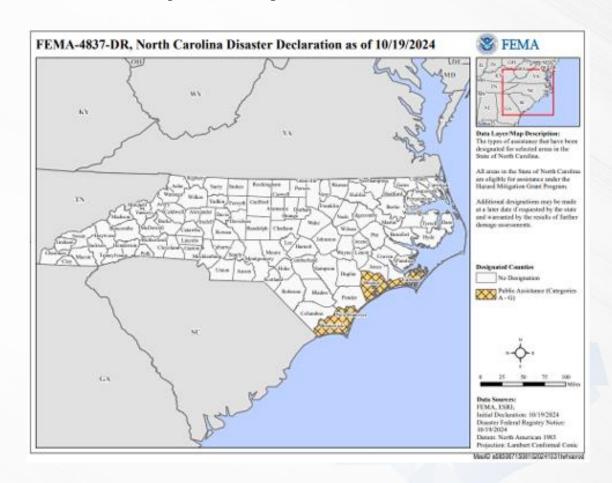
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Acquisition



Purchase or buyout of a flood prone home using FEMA and State funds from a willing homeowner at pre-disaster market value



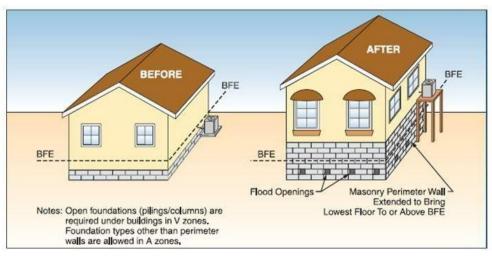
Home is acquired, demolished, and land is deeded to local community with deed restrictions





Elevation

Physical raising of an existing structure to an elevation 2 feet higher than the Base Flood Elevation (BFE)



FEMA Substantial Improvement/Substantial Damage Desk Reference, Figure 6-1

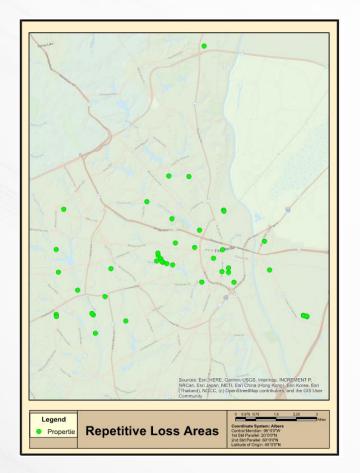


BFE = Base Flood Elevation (100-year flood water surface elevation)



Repetitive Loss Structure

An **NFIP-insured** structure that has had at least two paid flood losses of more than \$1,000 each in any 10-yr period



44 structures are designated currently as repetitive loss in Fayetteville





Example RLS

Building Value = \$256,691 Total Claims Paid = \$194,950

Date of Loss	Building Payment	Content Payment	Total Payment
2/19/2021	\$590	\$751	\$1,341
11/12/2020	\$28,998	\$0	\$28,998
6/16/2020	\$8,961	\$3,300	\$12,267
2/7/2020	\$45,798	\$8,786	\$54,584
10/8/2016	\$53,914	\$43,846	\$97,760

Building Value = \$149,175 Total Claims Paid = \$15,960

Date of Loss	Building Payment	Content Payment	Total Payment
11/12/2020	\$5,722	\$0	\$5,722
9/16/2018	\$10,238	\$0	\$10,238



Considerations

State Pays the Local Match

HMGP is an Allocation, not a Competition

Statewide Eligibility & Unprecedented Funding of ~\$1.5B

No cap on price of homes that can be acquired/elevated

Completely voluntary for property owners – they can withdraw application at any time

City would take on perpetual maintenance for acquired properties when structures are removed (no future inhabitable structure is allowed on acquired properties)



Process & Next Steps

Gain Council consensus to move forward

Staff would reach out directly to repetitive loss property owners to notify them of this funding opportunity

Property Owner would complete an application and submit to the City

City would intake all applications, evaluate BCA, and prepare a single application for consideration

Staff will provide
Council an update on
the actual grant
submittal to gain
further consensus

City submit Letter of Interest no later than October 31, 2025

Staff request Council provide consensus to pursue HMGP funding for repetitive loss structures in Fayetteville





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