



# Subrecipient Decision Tree Buyout or Acquisition

## Hurricane Harvey Round 1 Funding Only

This tool is designed to assist Subrecipients of CDBG-DR funding to determine if their project is a Buyout project or an Acquisition project.



### NOTICE

This tool is designed to assist Subrecipients of Hurricane Harvey Round 1 CDBG-DR funding to determine if their project is a Buyout project or an Acquisition project.

The information provided here does not include all applicable rules and regulations relevant to the funding. For instance, Program Income may result from some eligible CDBG-DR activities and will have to be tracked and monitored appropriately. For further information, contact your Grant Manager, or refer to the Applicant Guidebook, and the Hurricane Harvey Action Plan and Amendments and the associated Federal Register at [www.Recovery.Texas.gov](http://www.Recovery.Texas.gov).

Refer to HUD's "CDBG Guide to National Objectives & Eligible Activities for Entitlement Communities"

### <sup>1</sup>Federal Register DRRR Criteria

- (1) The hazard must have been caused or exacerbated by the Presidentially declared disaster for which the grantee received its CDBG-DR allocation;
- (2) The hazard must be a predictable environmental threat to the safety & well-being of program beneficiaries, as evidenced by the best available data (e.g. FEMA Repetitive Loss Data) & science; and
- (3) The DRRR must be clearly delineated so that HUD & the public may easily determine which properties are located within the designated area.

### GLOSSARY

- CDBG = Community Development Block Grant
- CDBG-DR = CDBG Disaster Recovery
- DRRA = Disaster Risk Reduction Area
- FMV = Fair Market Value
- LMA = Low to Moderate Area
- LMB = Low to Moderate Buyout
- LMC = Low to Moderate Income Limited Clientele
- LMH = Low to Moderate Housing Benefit
- LMHI = Low to Moderate Housing Incentives
- LMJ = Low to Moderate Job Creation & Retention
- LMI = Low to Moderate Income