



**CNHED
Budget Asks
FY2021 & FY2022**

		FY19 Council Approved	FY20 Council Approved	FY21 Council Approved	FY21 Supplemental CNHED Recommendations	FY22 CNHED Recommendations	FY22 Mayor's Budget	FY22 1st Council Vote	FY22 2nd Council Vote	
HOUSING	Housing Production Trust Fund (HPTF)¹	\$100M	\$116M	\$109M	\$250M+	\$250M+				
	HUD Section 108 loan application authorization²			\$88M	\$88M					
	First Right to Purchase Program (FRPP)	\$10M	\$10M	\$10M	\$10M	\$30M				
	DC Housing Preservation Fund¹	\$10.2M	\$11.8M	\$2.07M	\$15M	\$15M				
	Home Purchase Assistance Pogram (HPAP)	\$24.1M	\$27.3M	\$19.3M	\$21M	\$24M				
	Employer Assisted Housing Program (EAHP)	\$2.1M	\$4.4M	\$1M	\$4M	\$4M				
	DC Low Income Housing Tax Credit³			\$0	\$0	\$200K				
	Local Rent Supplement Program (LRSP)	<i>Project-Based through Consolidated RFP</i>	\$3.25M	\$7.24M	\$6.44M	\$16M+	\$16M+			
	Targeted Affordable Housing (TAH)⁴	<i>Single</i>	\$2M 110 Units	\$420k 30 Units	\$0	\$0	\$0			
		<i>Family</i>	\$7.1M 347 Units	\$5M 203 units	\$1.5M 60 units	\$1.5M 60 units	\$0			
	Permanent Supportive Housing (PSH)⁴	<i>Single</i>	\$8.35M 349 Units	\$7.9M 585 Units	\$5.1M 212 units	\$5.1M 212 units	\$81M 2761 units			
		<i>Family</i>	\$5.3M 167 Units	\$6.3M 180 units	\$4.1M 107 units	\$4.1M 107 units	\$15.1M 432 units			
Neighborhood Based Activities Program⁵		\$6.1M	\$8.1M	\$7.3M	\$10M	\$12M				
Emergency Rental Assistance Program (ERAP)⁶		\$7.4M	\$7.9M	\$14.1M	\$20M	\$15M				

NOTES

¹ CNHED recommends that DHCD should use federal and local funds in FY21 to make awards to projects that made threshold in the Fall 2019 Consolidated RFP. CNHED also recommends that DHCD should release a Summer 2021 Consolidated RFP and make awards using federal and local funds in the FY21 and FY22 budgets. In addition to the projects already waiting in the pipeline for funding, Currently, there are over 100 properties with 5+ units representing over 4,000 units that are awaiting the end of TOPA tolling, and funding from the HPTF and DC Housing Preservation Fund will be critical to the ability of tenant associations to choose development options that will create or preserve affordable housing.

² The Council authorized DHCD to submit a loan fund application to HUD's Section 108 Program. By pledging \$5 million of the District's CDBG revenues each year, the District will be able to unlock \$88 million in FY21 to subsidize the creation of over 600 new units in affordable housing projects. The Section 108 Affordable Housing Fund provides a gap subsidy resource for affordable housing acquisition and rehabilitation that will work alongside the DHCD's Affordable Housing Preservation Fund (AHPF) and Housing Production Trust Fund (HPTF) to advance the execution of projects that are already in the pipeline to provide a gap subsidy resource source for qualified affordable housing acquisition and rehabilitation projects in FY21. The remaining \$38M of this loan fund was recently awarded to projects from the fall 2019 Consolidated RFP.

³ The \$200K for FY22 represents the funding amount estimated by the OCFO for DC LIHTC program startup analysis by OTR and DHCD. The DC LIHTC program will allow investors in affordable housing developments that receive an allocation of federal Low Income Housing Tax Credits (LIHTC) after October 1, 2021 to take a District income or franchise tax credit or an insurance premium tax credit, equal to 25 percent of the annual federal tax credit. The credits will be nonrefundable although unused credits may be carried forward. Tax credits against premium taxes may not be taken against taxes dedicated to the Healthy DC Fund. The District tax credits could be taken over a ten-year period beginning once the housing project is placed in service and meets certain leasing thresholds. Owners of the housing development may also sell, transfer, or assign the District credits, provided they file an affidavit with DHCD that they have received at least 80 percent of the value of their federal LIHTCs and that the proceeds have been used to ensure the financial feasibility of the project. See pp. 70-72 in http://app.cfo.dc.gov/services/fiscal_impact/pdf/spring09/FIS%202023-760%20Fiscal%20Year%202021%20Budget%20Support%20Act%20of%202020.pdf.

⁴ In solidarity with The Way Home Campaign, the focus of which is ending chronic homelessness, CNHED makes these recommendations. These recommendations reflect the funding that it would take to meet the entire need for single and family TAH and PSH in a single year, as compared a recommendation for an incremental amount to meet the need over multiple years.

⁵ The Neighborhood Based Activities Program funds Community Based Organizations (CBOs) to supply an array of essential services for District residents, including Tenant Opportunity to Purchase Act (TOPA) technical assistance, tenant housing conditions technical assistance, eviction and foreclosure prevention counseling, limited equity cooperative technical assistance, homebuyer counseling for HPAP and EAHP, Inclusionary Zoning (IZ) certification, and Schedule H application assistance. During the COVID-19 public health emergency and the following recovery, tenants and homeowners will have even greater need for the essential services provided by CBOs through Neighborhood Based Activities Program funding.