

# 2018 LEGISLATIVE SESSION

## CAPITAL INVESTMENT/BONDING FOR AFFORDABLE HOUSING

**\$90  
Million**

**\$80 million** in Housing Infrastructure Bonds

**\$10 million** in General Obligation Bonds for public housing

### Final Bonding Bill - \$90 million

- **\$80 million in Housing Infrastructure Bonds** to increase the supply of and stabilize affordable housing in communities throughout the state.
- Funds will be used to:
  - Preserve federally subsidized rental housing
  - Build supportive housing for persons or families experiencing or at risk of homelessness
  - Acquire land by community land trusts for single family homes for homeownership
  
  - *New use* - Affordable housing for seniors age 55 and older earning approximately \$24,000-\$40,000 per year
  - *New use* – Manufactured home park infrastructure
  - *New priority* - \$30 million for permanent supportive housing for people with behavioral health needs
- **\$10 million in General Obligation Bonds** for rehabilitation of existing public housing.
  - Funds will be used for health, safety and energy efficiency improvements in existing public housing in all 87 counties.

### The Impact

- Approximately 1,000-1,200 housing units will be constructed or rehabilitated with Housing Infrastructure Bond Resource
- Approximately 1,000 public housing units will be rehabilitated and preserved with GO Bond proceeds
- \$162 million in prior Housing Infrastructure bond proceeds have generated nearly \$320 million in total development costs
- Every \$1 in state funding for preservation sustains \$4 in federal housing assistance

### Governor's Request - \$115 million

- **\$100 million in Housing Infrastructure Bonds** to increase the supply of and stabilize affordable housing in communities throughout the state, including the new eligible use for senior housing
- **\$15 million in General Obligation Bonds** for rehabilitation of existing public housing



## The Results

### Housing Infrastructure Bonds

Year	Amount Appropriated	Amount Awarded	# of Multifamily Projects	# of Single Family Projects	# of Units	Total Development Costs (Multifamily)	Project Status (Multifamily)
2012	\$30 million	\$30 million	7	5	472	\$59.1 million	All projects complete or under construction
2014	\$80 million	\$70 million	11	5	1,239	\$120.4 million	All projects complete or under construction
2015	\$10 million	\$20 million	4	4	162	\$34.9 million	All projects complete or under construction
2017	\$55 million	\$42 million	7	5	555	\$104.2 million	Funds awarded in October 2017
<b>Total</b>	<b>\$175 million</b>	<b>\$162 million</b>	<b>29</b>	<b>19</b>	<b>2,428</b>	<b>\$318.6 million</b>	-

52% of multifamily projects are located in Greater Minnesota and 48% are located in the Metro.

### GO Bonds

Year	Amount	# of Projects	# of Units	Project Status
2012	\$5.5 million	14	950	All projects complete or under construction
2014	\$20 million	35	2,438	All projects complete or under construction
2017	\$10 million	27	1,844	Funds awarded April 2018
<b>Total</b>	<b>\$35.5 million</b>	<b>76</b>	<b>5,232</b>	-

Nearly 90% of projects are located in Greater Minnesota.