Olmsted County Master Leasing Program

Minnesota Housing Annual Meeting Feb 1, 2022



Housing Continuum



Rental Assistance/Public



Master Leasing

Transitional Limited ability to enter a lease

Rental assistance

Rental Assistance

Management

and Case



Risk Mitigation



Market Rate Renter

Transition Ability to enter a lease

No services or rental assistance needed

Housing Continuum



What is Master Leasing?

Agency signs a lease with a private landlord

 Agency then subleases the unit to the tenant Agency responsibilities

• Overall unit maintenance

Monthly rent is paid to the landlord

Tenant pays monthly rent to agency

 Our program caps rent at 30% of income Minimizes landlord risk

 Tool to overcome barriers to rental housing Why we did it in Olmsted County? Social Workers were referring clients with housing needs to our Housing Dept.

 Housing was the most significant barrier for many of our clients

Housing Dept. and Human Service teams started meeting

- Who are we providing services to?
- Where do we have service gaps?
- How can we enhance the services we are providing?
- How can we leverage local resources to provide the housing and case management necessary for people to thrive?

Master Lease clients

Require temporary assistance

- People in transition
- Receive income or prospect of future income

High barriers to renting

- Poor or no rental/credit history
- Criminal history
- Past Eviction

Actively involved in case management

Housing is a significant barrier to meeting their personal goals

Olmsted County Master Leasing Program

Established in 2019

 Partnership between HRA (Housing Dept.) and Child and Family Services, Community Corrections, Adult and Family Services

Each Department has an MOU with Housing

- Each participating department is given a set amount of slots
- Human Service partner creates criteria for their slots
- Tenant is referred to Housing Department

2022 Master Leasing Budget is for 40 slots (or approximately \$300,000)

• Paid for by the local HRA levy

Master Lease Program Flow Chart





Success Stories



Lessons Learned



- Keep your expectations reasonable
 - Every instance will not be a success
- Limit liability
 - Remember that you are responsible for the tenant's actions



Starting a master leasing program



Connect human service and housing agencies

Look for the low hanging fruit

• Where is the easiest place to start collaborating

Divide and Conquer (while collaborating)

- Housing agencies understand rental assistance
- Human Service agencies understand the client needs

Find a pool of funds to pilot a local project

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