

AHFC Supplemental Housing Development Program

FY2014 Request: \$7,000,000

Reference No: 6323

AP/AL: Appropriation

Project Type: Construction

Category: Development

Location: Statewide

House District: Statewide (HD 1-40)

Impact House District: Statewide (HD 1-40)

Contact: Les Campbell

Estimated Project Dates: 07/01/2013 - 06/30/2018 **Contact Phone:** (907)330-8356

Brief Summary and Statement of Need:

Supplemental Housing Development Program provides funds to supplement federal (HUD) funds to construct decent, safe and sanitary housing through regional housing authorities. Funds are used to cover housing development costs related to water distribution, sewer hookups, electrical distribution systems, and road construction to project sites, site development, and energy efficiency improvements. State laws limit the use of these funds to 20% of the HUD's total development cost per unit. These funds are prohibited from being used for administrative or other costs of the housing authority.

Funding:	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>FY2019</u>	<u>Total</u>
Gen Fund	\$7,000,000						\$7,000,000
Total:	\$7,000,000	\$0	\$0	\$0	\$0	\$0	\$7,000,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

Sec1 Ch17 SLA2012 P131 L10 SB160 \$7,000,000
 Sec1 Ch5 SLA2011 P99 L5 SB46 \$11,341,000
 Sec7 Ch43 SLA2010 P35 L10 SB230 \$7,000,000
 Sec1 Ch15 SLA2009 P20 L30 SB75 \$6,000,000
 Sec13 Ch29 SLA2008 P158 L3 SB221 \$8,000,000

Project Description/Justification:

This program supplements federal housing funds provided to regional housing authorities to ensure safe, decent, affordable housing throughout Alaska.

The projected outcomes are:

- Construction of affordable homes in up to 20 urban and rural communities;
- Build on-site water and sewer facilities;
- Provide energy-efficient design features in homes;
- Construct roads to project sites;
- Provide electrical distribution systems;
- Retrofit homes to provide a safe, healthy, workable home environment; and

- Provide clients with new safe, energy efficient, comfortable housing.

Program Description:

AHFC is limited by state statute to contributing 20% of HUD's Total Development Cost (TDC) of a project. Funds are used for on-site water and sewer facilities, roads to project sites, electrical distribution systems, and energy-efficient design features in homes constructed by the regional housing authorities. HUD regulations prohibit the use of development funds for construction of access roads, electrical distribution systems, and certain other infrastructure costs.

Since its inception, the state has appropriated more than \$100 million to augment over \$500 million in HUD funds and \$50 million in Public Health Services funds to build a total over 9,000 houses in over 250 communities.