

**AHFC Supplemental Housing Development Program**

**FY2018 Request: \$3,000,000**  
**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:** 07/01/2017 - 06/30/2022

**Contact Phone:** (907)330-8356

**Brief Summary and Statement of Need:**

The Supplemental Housing Development Program provides funds to supplement federal (Housing and Urban Development) 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, road construction to project sites, site development, and energy efficiency improvements. State laws limit the use of these funds to 20% of the United States Department of Housing and Urban Development's total development cost per unit. These funds are prohibited from being used for administrative or other costs of the housing authority.

<b>Funding:</b>	<b>FY2018</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2021</b>	<b>FY2022</b>	<b>FY2023</b>	<b>Total</b>
1004 Gen Fund		\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000	\$15,000,000
1139 AHFC Div	\$3,000,000		\$3,000,000	\$3,000,000	\$3,000,000	\$3,000,000	\$15,000,000
<b>Total:</b>	<b>\$3,000,000</b>	<b>\$3,000,000</b>	<b>\$6,000,000</b>	<b>\$6,000,000</b>	<b>\$6,000,000</b>	<b>\$6,000,000</b>	<b>\$30,000,000</b>

<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
<b>Totals:</b>	<b>0</b>	<b>0</b>

**Prior Funding History / Additional Information:**

Sec1 Ch2 SLA2016 P6 L33 SB138 \$2,250,000  
 Sec25 Ch38 SLA2015 P39 L11 SB26 \$3,000,000  
 Sec1 Ch18 SLA2014 P62 L6 SB119 \$7,000,000  
 Sec1 Ch16 SLA2013 P77 L21 SB18 \$10,000,000  
 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:**

The purpose of this authorization is to supplement federal housing funds provided to regional housing authorities to ensure safe, decent, affordable housing throughout Alaska.

**Program Description:**

Supplemental Housing Development Program utilizes Corporate (AHFC) funds and State General Funds to supplement Federal (HUD) funds to construct decent, safe and sanitary housing through regional housing authorities. These funds are prohibited from being used for administrative or other costs of the housing authority.

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 in 1982, the Supplemental Program has received \$211,678,000 in AHFC Corporate Dividend Receipts and State General Funds. These dollars have leveraged, over \$1 billion (\$1,058,390,000) of federal housing dollars, for new construction or rehabilitation of 22,969 homes in 250 urban and rural communities.

**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.