

**AHFC Housing and Urban Development Federal HOME Grant**

**FY2023 Request: \$4,750,000**  
**Reference No: 6347**

**AP/AL:** Appropriation

**Project Type:** Economic Assistance

**Category:** Development

**Location:** Statewide

**House District:** Statewide (HD 1-40)

**Impact House District:** Statewide (HD 1-40)

**Contact:** James Wiedle

**Estimated Project Dates:** 07/01/2022 - 06/30/2027

**Contact Phone:** (907)330-8359

**Brief Summary and Statement of Need:**

The purpose of this authorization is to expand supply of affordable, low- and moderate- income housing and to strengthen the ability of the State to design and implement strategies to achieve an adequate supply of safe, energy-efficient, and affordable housing. The Municipality of Anchorage has its own separate HOME program.

<b>Funding:</b>	<b>FY2023</b>	<b>FY2024</b>	<b>FY2025</b>	<b>FY2026</b>	<b>FY2027</b>	<b>FY2028</b>	<b>Total</b>
1002 Fed Rcpts	\$4,000,000	\$4,000,000	\$4,000,000	\$4,000,000	\$4,000,000	\$4,000,000	\$24,000,000
1139 AHFC Div	\$750,000	\$750,000	\$750,000	\$750,000	\$750,000	\$750,000	\$4,500,000
<b>Total:</b>	<b>\$4,750,000</b>	<b>\$4,750,000</b>	<b>\$4,750,000</b>	<b>\$4,750,000</b>	<b>\$4,750,000</b>	<b>\$4,750,000</b>	<b>\$28,500,000</b>

State Match Required   
  One-Time Project   
  Phased - new   
  Phased - underway   
  Ongoing  
 25% = Minimum State Match % Required   
  Amendment   
  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:**

Sec8 Ch1 SLA2021 P78 L31 HB69 \$5,750,000  
 Sec5 Ch8 SLA2020 P67 L8 HB205 \$4,750,000  
 Sec1 Ch1 SLA2019 P7 L4 SB19 \$4,750,000  
 Sec1 Ch19 SLA2018 P9 L18 SB142 \$4,750,000  
 Sec1 Ch1 SLA2017 P7 L13 SB23 \$4,750,000

**Project Description/Justification:**

The HOME Grant program awards federal (HUD) and State matching funds for the following activities:

- 1) Affordable rental housing development – funds the difference between project cost and all other sources of funds which are expected to be contributed to the project, including any loans that the project’s cash flow can support;
- 2) Housing acquisition - partial funding for costs associated with the purchase of a modest home by lower-income families;
- 3) Community Housing Development Organizations funding for eligible organizations that are developing affordable housing for lower-income families;

- 4) Prisoner re-entry rental assistance in collaboration with Department of Corrections for individuals transitioning out of incarceration;
- 5) Youth-in-Transition rental assistance in collaboration with Department of Health and Social Services for children aging out of foster care; and,
- 6) Other housing needs as specified in the Housing Community Development plan and as authorized by HUD.

This program has funded 60 rental projects containing 1,141 units and rehabilitated 543 low-income homes. It has assisted another 978 low-income households to purchase homes and provided more than 600 households with rental assistance to prevent homelessness.

### **Projected Outcomes**

- Develop affordable rental housing by funding the development gap for three rental projects or about 30 units;
- Assist up to 35 homebuyers to achieve homeownership for lower-income families by providing down payment and closing cost assistance;
- Assist Community and Housing Development Organizations with developing affordable housing by funding a portion of their operating costs;
- Fund other housing needs as specified in the HCD plan and as authorized by HUD under 24 CFR Part 92;
- Provide tenant-based rental assistance in partnership with Department of Corrections to reduce prisoner recidivism in Alaska; and,
- Provide tenant-based rental assistance in partnership with Department of Health and Social Services to help children aging out of foster care avoid homelessness.