SSHĀP

South Sound Housing Affordability Partners Executive Board

Regular Meeting AMENDED Agenda

555 Contra Cost Ave, Fircrest, WA 98466 | Roy H. Murphy Community Center

Dial: 253-215-8782 Meeting ID: 983 7464 3754

Webinar Link: https://piercecountywa.zoom.us/j/98374643754

October 6, 2023, 8:30 a.m.

Chair Councilmember Hunter George, Vice Chair Mayor Tracie Markley, Mayor Nancy Backus, Councilmember Kevin Ballard, Mayor Daryl Eidinger, Mayor Kim Roscoe,
Councilmember Paul Bocchi, Mayor Shanna Styron Sherrell, Executive Bruce Dammeier, Councilmember Ryan Mello, Deputy Mayor Ned Witting,

Councilmember Charla Neuman Mayor Kathy Hayden, Mayor Dick Muri, Mayor Victoria Woodards, Councilmember Stan Flemming, Deputy Mayor Mike Winkler (Alternate),
Councilmember Christi Keith (Alternate), Councilmember Doug Fagundes (Alternate), Mayor Pro Tempore Joe Barrentine (Alternate),
Councilmember Mike Brandstetter (Alternate), Councilmember Nancy Henderson (Alternate), Deputy Mayor Kristina Walker (Alternate),
Councilmember Edward Wood (Alternate)

I. CALL TO ORDER

8:30

ROLL CALL

WELCOME TO THE ROY H. MURPHY COMMUNITY CENTER

II. REVIEW AGENDA/AGENDA MODIFICATIONS

III. CONSENT AGENDA

ATTACHMENTS: Minutes September 8, 2023, Executive Board meeting

Document Link

IV. PUBLIC COMMENT

This is the time set aside for the public to comment on Resolutions, Ordinances, and Final Action. To request to speak virtually, please press the Raise Hand button near the bottom of your Zoom window or *9 on your phone; if speaking in person, please sign in on the on the public comment form in the conference room. Your name or the last four digits of your phone number will be called out when it is your turn to speak.

The Executive Board meeting can be heard by dialing 253-215-8782 or through Zoom at https://piercecountywa.zoom.us/j/98374643754 and entering the Meeting ID 983 7464 3754. Written comments may be submitted to jason.gauthier@piercecountywa.gov Friday before 8:00 a.m. prior to the monthly Executive Board meeting for the Public Comment period. Comments will be compiled and sent to the Executive Board and posted on the SSHA3P website at: southsoundaffordablehousing.org

V. RESOLUTIONS & PRESENTATIONS

A. Resolution No. 2023-07 Adopting 2024 State and Federal Legislative Agendas 8:45

Purpose: Presentation by Jason Gauthier, SSHA³P Manager, of Resolution No. 2023-07 to adopt the 2024 State and Federal legislative agendas.

ATTACHMENTS: Resolution No. 2023-07

2024 SSHA³P State Legislative Agenda 2024 SSHA³P Federal Legislative Priorities Document Link

Document Link

Document Link

B. Senator Yasmin Trudeau (27-Tacoma) and the 2024 Legislative Session

<u>Purpose</u>: Overview of expectations regarding housing policy and budget investments for the 2024 state legislative session.

C. Member Discussion with Senator Trudeau

9:10

9:00

<u>Purpose</u>: Executive Board member discussion with Senator Trudeau on member government considerations for the 2024 state legislative session.

VI. REPORT BY THE SSHA³P MANAGER

ATTACHMENTS: October 2023 SSHA³P Manager Report

Document Link

VII. UPDATES/COMMENTS OF THE EXECUTIVE BOARD

VIII. ADJOURN

SSHĀP

South Sound Housing Affordability Partners Executive Board Meeting Minutes

September 8, 2023 8:30 – 10:02 a.m.

Executive Mayor Nancy Backus, City of Auburn – excused

Board: Councilmember Kevin Ballard, City of DuPont – excused

Deputy Mayor Mike Winkler, City of DuPont - present Mayor Daryl Eidinger, City of Edgewood - present

Councilmember Christi Keith, City of Edgewood (alternate) - excused

Mayor Kim Roscoe, City of Fife – present

Councilmember Doug Fagundes, City of Fife - absent

Chair, Councilmember Hunter George, City of Fircrest – excused Mayor Pro Tempore Joe Barrentine, City of Fircrest - present

Mayor Tracie Markley, City of Gig Harbor – present

Councilmember Mike Brandstetter, (alternate) City of Lakewood – present

Councilmember Paul Bocchi, City of Lakewood – excused Mayor Shanna Styron Sherrell, City of Milton – present Executive Bruce Dammeier, Pierce County - excused Councilmember Ryan Mello, Pierce County – present Deputy Mayor Ned Witting, City of Puyallup – present

Mayor Dick Muri, Town of Steilacoom - present

Councilmember Nancy Henderson, Town of Steilacoom, (alternate) - present

Councilmember Charla Neuman, City of Sumner – absent Mayor Victoria Woodards, City of Tacoma – present

Deputy Mayor Kristina Walker, City of Tacoma (alternate) – excused Councilmember Stan Flemming, City of University Place – present

Jason Gauthier, SSHA³P Manager

Staff: Mary Connolly, Program Specialist

Becki Foutz, Administrative Assistant

Guests: Kennith George, Trish Crocker, AJ Cari, LeighBeth Merrick, Cynthia Stewart, Taylor Jones,

Ted Richardson, Tiffany Speir, Daniel Murillo, Nick Welch, Ryan Windish

MINUTES

TOPIC/ WHO	DISCUSSION	ACTION
Call to Order	Mayor Markley called the meeting to order at 8:32 a.m. SSHA ³ P Manager Gauthier called roll, per above; a quorum was present.	Wel- come!
	Any modifications to the agenda? None. Councilmember Flemming moved to approve the consent agenda. Mayor Woodards seconded. Vote was taken, none opposed, none abstained.	Agenda was ap- proved.
	Mayor Markley invited the public to comment. None. No written comments have been received.	

TOPIC/WHO **DISCUSSION ACTION**

Legislative

Presentation Jason provided this overview of the SSHA³P legislative agendas with the of the 2024 intention of gathering feedback from the Board. Priorities were selected State & through the input of Board members and other concerned community Federal members.

Informational

Agendas The 2023 legislation session indicated that this is the "Year of Housing," Jason with creating housing stability, subsidizing affordable housing, and facilitating housing supply being prioritized.

> HB 1355 passed, expanding the income eligibility for senior and disabled households from \$47,000 to just over \$62,000 through the property tax exemption program.

On the budget front, we saw a \$400M investment in the housing trust fund, including \$20.5M of direct investment in Pierce County Affordable Housing (AH) projects, and an additional \$40M to support affordable homeownership statewide.

HB1167 (did not pass) would have created a grant program for local jurisdictions to fund preapproved ADU and middle housing plans.

SB5604 (passed) allows cities collecting 1406 sales tax credits to use up to 10% of those the funds for admin costs and/or rental assistance.

SSHA³P staff provided member governments with weekly hot sheets to keep them apprised of legislative actions throughout the session.

Looking ahead, 2024's session will be just 60 days, beginning January 8.

HB1245 (the "lot-splitting" Bill, did not pass) would force cities to allow the splitting of a single residential lot into two lots as long as they are at least 2000 sq ft. This passed the House nearly unanimously but didn't make it out of the Senate policy committee. Advocates are expected to press for this in the coming short session.

Transit oriented development (TOD) bills: SB5466 (did not pass) advanced from the Senate 40-8, but didn't make it out of the House. It would have affected land use code for properties in close proximity to transit lines. We expect to see TOD Bills return in the 2024 session.

A Bill to limit parking requirements for AH development statewide is expected, as well as efforts towards statewide rent control and stabilization measures.

State Legislative Agenda Priorities:

Facilitating Development of AH - support capital budget funding for member government priority projects, expand funding opportunities to support homeownership development for low-income households, expand eligibility for the Connecting Housing to Infrastructure Program, support funding for the acquisition of real property for AH.

TOPIC/WHO		DISCUSSION	AC	CTION		
Legislative	Suppoi	rt policy and planning efforts – TOD and priority considerations,		Informa-		
	suppor	t construction trade industry workforce development efforts.		tional		
continued	Informa	ation & Engagement – expand eligibility for the disabled veteranty tax exemption program.				
	clarifica provide Afforda the imp	t: funding for municipal planned action/EIS work, technical fixes ations to recent land use and housing legislation, legislation to a Fair Housing Training for COAs/HOAs, support funding for the able Workforce Housing Accelerator pilot program, funding to assolementation of state-required land use actions, and operating a for service-supported housing.				
	a renta	r: legislation re: the Residential Landlord Tenant Act, efforts to c I gap voucher assistance program, and legislation to create local e options to support AH development.				
		e: Pre-emption of local land use authority, and legislation that we the cost to produce publicly funded AH.	ould			
	CongS. 15S. 16HR 3Flexi	I Agenda gressional-Directed Spending requests for AH development 557 Affordable Housing Credit Improvement Act 267 Fair Housing Improvement Act of 2023 3940 – Neighborhood Homes Investment Act bility in federal funding r funding CDBG and HOME programs				
	Octobe Roscoe federal	al version of SSHA ³ P's legislative agendas will be presented at the meeting. Mayor Markley invited feedback and comments. Mayor indicated her support of the agendas. Mayor Markley appreciate add and hopes that we have congressmen and women who will thousing efforts.	or es the	Thank you, Jason & staff!		
2023-06	proced amend first me the tim	tion 2023-06 amends the SSHA ³ P Executive Board's rules and ures that were adapted in February 2022. This Resolution would the timing of election of Board officers, moving the election from eeting of the year to the last meeting of the previous year. Changeline will avoid clunkiness and was recommended by Chair Georgementer Flemming moved to approve the amendment. Mayor Rede. Vote was taken; none opposed, no abstentions.	n the ging ge.	Resolution 2023- 06 was approved.		

TOPIC/W	НО	DISCUSSION	AC	TION
SSHA3P Advisory Board Mary	ideas a list with Board the end process Counci Adviso in slots cohorts have fir Roscoe	hared that the Advisory Board has brainstormed policy and progrand a subcommittee is putting together a framework to share the hare the Executive Board for approval. Two to seven more Advisory members need to be appointed, as some members' terms expired of this year. How would the Executive Board like the appointment to go? Immember Brandstetter thought the process used last time to appry Board members worked well. It was a challenge placing member according to the cohorts of users, consumers, or developers. The were not clearly defined and there were many applicants that we talk into multiple groups. More definition would be helpful. Mayor exagreed.	e final e at ent coint pers ne vould	Mary will proceed with the same process as last time, and work on def- initions.
Housing on Religious Organization Property Nick Welch & Daniel	OPCD. HB137 legislat by religing Many at forced support For displayed bill estable. Progreliging All II. Hours 80 Afficial	It allows for requiring cities with comprehensive plans to create tion that enables additional density in exchange for AH on land or gious organizations. This created land use rules for developing landvocates worked on the rules. Lack of housing affordability has people to leave the communities in which they had roots. These tow-income neighbors. It is affordability Evelopment using this new tool, the state stablishes the following requirements: Perty must be owned or controlled by a gious organization Thousing created must be income-restricted using can be rental or ownership percent of area median income (AMI) Evelopitative for the state of	owned and.	House Bill 1377

TOPIC/WHO **ACTION DISCUSSION**

Property continued

AH on This work was done during the height of the pandemic, with AH developers, Religious neighborhoods, and faith organizations working together. Several meetings Organization were held, and presentations given. A narrated PowerPoint was shared for **-Owned** people to learn about it.

Informational





land they want to redevelop, like an underused surface parking lot.



on faith-owned land is limited to the height and size allowed under existing zoning.



With this new tool, additional

Additional density for affordable housing

Zone type	Under existing zoning	Under the ROOP
Multifamily zones	 Maximum height 3-8 stories 	• 1 additional floor
Mixed-use commercial zones	Maximum height 3-8 stories	• 1-3 additional floors
Zones with height limits above 85 feet	Maximum height 12-44 stories	Up to 6 additional floors
Single-family zones	Maximum height 3 stories	 No change in height*
	 Maximum density 1 unit per 2,000-9,600 	 1 unit per 1,250-1,500 sq ft of
	square feet of lot area	 Housing type flexibility (e.g., af for-sale townhomes)
		* on certain large sites near more inten frequent transit, up to 1 additional flo

TOPIC/WHO **ACTION DISCUSSION**

AH on Impacts of the legislation include: helping faith institutions to repurpose Religious their real estate assets to support their missions and address their Organization congregations' changing needs; increasing project financial feasibility and **-Owned** creating a more predictable regulatory environment, responding to Property community stability and anti-displacement work, and helping maximize continued outcomes, as faith-owned land is available for AH.

> The legislation, approved in 2021, increases potential housing units, up to 18 apartments instead of four, or 118 apartments instead of 60. For example, a faith organization that owns a corner site could create three affordable detached houses, each about 3000 sq ft, or 10 affordable town homes or apartments. LIHI & Lutheran Church of the Good Shepherd created an 86-unit AH project! Another project is close to having permits issued.

There's a provision to provide more intensive zoning where appropriate, to allow for achievable results.

Mayor Markley thanked Daniel and Nick and opened for comments and questions from the Board.

Thank

Daniel!

you, Nick &

Councilmember Brandstetter shared that Lakewood had a successful project like this 15 years ago that's still serving clients. He asked about the 80% AMI regulation. That's somewhat similar to multi-family tax exemption projects. What role does the city have in monitoring and ensuring that the 80% AMI restriction on occupants is used for the entire 50-year window? Is there a requirement to submit reports to the State on projects like this?

Yes, there are monitoring requirements. The City of Seattle staffs a housing management team to oversee a variety of projects, each with various restrictions, such as their MFTE and AH programs. Daniel doesn't know of any reports required for the State.

Councilmember Brandstetter noted that smaller cities might need help with the monitoring role.

Mayor Roscoe asked how many areas are allowed to do this - are they all religious institutions? Nick said that it depends on the zoning requirements. It's very broadly defined – what defines a religious institution?

Mayor Markley shared that religious organizations are starting to find out about this and calling the cities to see what their next steps are. What's the first step? Who do we direct them to?

TOPIC/W	/НО	DISCUSSION	AC	TION
Religious Organization -Owned	very sp have a commu someth	aid that the State Bill doesn't answer that question. Some bills incredition and deadlines; this one does not. In Seattle the history of religious organizations providing similar services, but unities may approach this differently. He thinks that Bellevue may ning in place, but across the State not many cities have codified to	y other have	City of Bellevue Increas- ing AH Capacity on Faith-
	langua also us	I Chair Mello thanked Nick and Daniel and asked how cities can ge to help establish this program in their communities. Cities couse some RFP templates. There's also a community engagement per "must haves" and what are "needs?" We'd love to have food be	uld iece –	Owned Properti es Jason
	asked shared The lav	Roscoe asked if this is a Statewide mandate? Yes. Mayor Markle if Seattle has adopted any policies on top of the state policy? Dathat Seattle did add their own language to detail out the legislate is fairly broad, just saying that it's for 80% AMI. Beyond that, it is and/or counties to implement. Seattle's policy simply enacts that ition.	niel tion. t's up	will contact Commer ce and the City of Bellevue to see
	•	Markley asked if SSHA ³ P governments are going to band togeth k the State to clarify the Bill? How is it working for Seattle?	er	what they use.
	Counci	recommended a motion to extend the meeting by two minutes. I Chair Mello so moved and Councilmember Brandstetter second as taken; none opposed. Meeting extended to 10:02.]	ed.	Nick shared his
	already Seattle partne	noted that partnerships and identifying partners is important. Aly a complex venture. Faith-based organizations are not landlords is messaging to them was really about identifying partners and rships on development. There are a number of AH development rs to consult with faith-based organizations.		email for further questio ns: nicolas. welch@ seattle.g
Manager	6 is an attendi	reminded the group that the next Executive Board meeting on Ocin-person meeting at Fircrest City Hall. Senator Trudeau will being to discuss the legislative session.	ctober	Informa- tional

TOPIC/WHO		DISCUSSION	ACTION	
	None.	Markley invited Board members to share comments and/or update	es.	
		l Chair Mello moved to adjourn; Deputy Mayor Winkler seconded. 7 g adjourned at 10:02 a.m.	ac	leeting d- ourned!

The next SSHA 3 P Executive Board meeting is scheduled for Friday, October 6, at 8:30 a.m. via Zoom or at Fircrest City Hall, 115 Ramsdell St, Fircrest, WA.

Respectfully submitted,

Becki Foutz Administrative Assistant

SSHĀ'P

1	RESOLUTION NO. 2023-07
2 3 4 5 6 7 8	A RESOLUTION OF THE EXECUTIVE BOARD OF THE SOUTH SOUND HOUSING AFFORDABILITY PARTNERS ("SSHA ³ P") ADOPTING FEDERAL AND STATE LEGISLATIVE AGENDAS FOR 2024.
9	Whereas, SSHA ³ P's Legislative Agenda is developed through engagement with
10	members of the Executive Board, Advisory Board, member government staff,
11	policymakers and interested parties to the items included in the state and federal
12	legislative agendas; and
13	Whereas, identifying this set of issues fosters efficient and effective
14	communication to federal and state policymakers, and provides transparency to the
15	public about policy issues that are most important to SSHA ³ P; and
16	Whereas, the actions of the United States Congress and Washington State
17	Legislature have a profound effect on SSHA ³ P's ability to pursue its mission and goals,
18	and each member government's ability to provide services to its residents; and
19	Whereas, a briefing on a draft federal and state legislative agenda items was
20	provided to the Executive Board on September 8, 2023.
21	NOW, THEREFORE, THE SSHA ³ P EXECUTIVE BOARD RESOLVES as follows:
22 23 24	Section 1. The Executive Board adopts a Federal legislative agenda as shown in Exhibit A.
25 26 27 28	Section 2. The Executive Board adopts a State legislative agenda as shown in Exhibit B.
29 30	Section 3. This Resolution will take effect and be in full force upon passage and signature.
	December 11 - 0000 07

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SSHĀ'P

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4	Adopted this	day of		, 2023.
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7	SOUTH SOUND HOUSING AI	FFORDABILITY F	PARTNERS	
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.1 .2 .4 .5	HUNTER GEROGE, CHAIR			
.7 .8 .9	ATTEST:			
19 12 13				
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Exhibit A

2024 Federal Legislative Agenda

Congressional Directed Spending Requests

In alignment with efforts to ensure necessary capital funding investments are made to support affordable housing devleopment in our Pierce County communities, SSHA³P will support Congressional Directed Spending (CDS) requests for affordable housing devleopment projects when the local government of jurisdiction is also supporting the request.

Affordable Housing Credit Improvement Act

SSHA³P supports the passage of this bipartisan act of comprehensive legislation to expand and strengthen the low-income housing tax credit (LIHTC) program. The LIHTC program is our nation's primary tool for financing affordable housing. The legislation would restore the 12.5% cut to the tax credit program and further increase it by 50% over the next 2 years and make a technical adjustment to the financing threshold to expand access to the financing program. Increasing investments in the LIHTC program is a critical step in meeting our affordable housing needs.

Fair Housing Improvement Act

SSHA³P supports the passage of The Fair Housing Improvement Act and its effort to increase access and opportunity for more households to achieve the dream of homeownership by ending source of income discrimination for veteran and low-income households attempting to utilize their housing vouchers (VASH or Housing Choice Vouchers) for the purchasing of homes.

Neighborhood Homes Investment Act

The Neighborhood Homes Investment Act would create a funding program, similar to the LIHTC, to support the building or rehabilitation of homeownership housing, creating tax exempt mortgage bonds and mortgage credit certification to assist current and future homeowners. This legislation aligns with SSHA³P's priorities to increase affordable homeownership opportunities.

Flexibility in Federal Funding

With the influx of ARPA dollars and ongoing rulemaking, SSHA³P urges our federal partners to continue to provide these fund sources with the flexibility necessary for them to interact and align with other sources of federal funds to enable local government to effectively leverage these onetime funds with ongoing funding.

Funding CDBG and HOME Programs

SSHA³P ask our federal partners ensure the full funding of the Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME) programs as primary federal funding sources for local government utilization in the support of affordable housing devleopment.



Exhibit B

2024 State Legislative Agenda

Priorities

Facilitating Development of Affordable Housing

- Support capital budget funding for member government priority projects
- Expand funding opportunities to support homeownership development for low-income households
- Expand investment and eligibility for the Connecting Housing to Infrastructure Program (CHIP)
- Support funding for the acquisition of real property for affordable housing

Support Policy and Planning Efforts

- Support priority considerations regarding transit-oriented development
- Support construction trade industry workforce development efforts

Information and Engagement

Expand eligibility for the disabled veteran property tax exemption program



Exhibit B

Support capital budget funding for member government priority projects

SSHA³P seeks to ensure affordable housing projects throughout our communities are adequately funded and will actively support funding requests for affordable housing developments that our member governments identify as priorities. In the 2023 legislative session there were four priority affordable housing projects identified by member governments; of those four projects, three received direct capital budget allocations, totaling more than \$16.5 million.

Expand funding opportunities to support homeownership development for low-income households

Support for homeownership opportunities has been a priority for SSHA³P to build household and community stability. In collaboration with Black Home Initiative network partners, the Northwest Community Land Trust Coalition, and other affordable homeownership providers, SSHA³P has identified an opportunity to expand existing funding to better support affordable homeownership development through the expansion of income eligibility for projects funded by the 1406 local sales and use tax credit.

Expand investment and eligibility for the Connecting Housing to Infrastructure Program (CHIP)CHIP grants support the development of affordable housing by funding water, sewer and stormwater utility improvements and/or waiving system development charges for new affordable housing units. The program was created after the 2021 legislative session and received an additional \$60 million of funding in the 2023-25 capital budget. Investment and eligibility expansion would include:

- 1. Allowing affordable housing developers to directly apply for this grant funding in partnership with eligible cities, counties, or utility districts.
- 2. Ensuring adequate supplemental capital budget investments are made for CHIP program.

Support funding for the acquisition of real property for affordable housing

SSHA³P supports the creation of an acquisition grant program to enable local governments and affordable housing development partners to respond to real estate market opportunities. Investing resources into acquisition funds that are neither place nor time bound would allow for the rapid acquisition of real estate for future affordable housing development.

Support priority considerations regarding transit-oriented development

SSHA³P opposes the preemption of local land use authority and values partnership and collaboration with the Legislature. With legislative focus on aligning transit investments and land use policy, SSHA³P believes it is critical that potentially affected cities and counties develop their own, priority considerations for the legislature. SSHA³P staff will engage with potentially affected member governments to understand their priorities, determine where there is priority alignment across member governments, and communicate those aligned considerations to the Legislature.

Support construction trade industry workforce development efforts

The State of Washington needs thousands more construction industry professionals to build the hundreds of thousands of housing units we need. SSHA³P supports workforce development efforts that increase the number of people in the construction industry workforce and ensure access to training on new construction technologies.

Expand eligibility for the disabled veteran property tax exemption program

SSHA³P asks the Legislature to consider expanding the eligibility for the disabled veteran property tax exemption by removing the income requirement. This action would align Washington's exemption policy with the 41 other states that have made the determination that service and sacrifice of our disabled military veterans should be recognized with some level of property tax exemption void of any personal income qualifier.



Exhibit B

Support / Oppose / Monitor Agenda

SUPPORT

- Support funding for municipal Planned Actions
- Support technical fixes and clarifications to recent land use and housing legislation
- Support legislation to provide Fair Housing Training for ownership associations
- Support funding for the Affordable Workforce Housing Accelerator pilot program
- Support funding to assist in the implementation of State required land use actions
- Support operating funding for service supported housing

MONITOR

- Monitor legislation regarding the Residential Landlord Tenant Act
- Monitor efforts to create a rental gap voucher assistance program
- Monitor legislation to create local revenue options to support affordable housing development

OPPOSE

- Oppose preemption of local land use authority
- Oppose legislation that would increase the cost to produce publicly funded affordable housing



SOUTH SOUND HOUSING AFFORDABILITY PARTNERS

2024 STATE LEGISLATIVE AGENDA PRIORITIES

ABOUT US

Established in 2021, the South Sound Housing Affordability Partners (SSHA³P) is an intergovernmental collaboration among 15 members governments in Pierce County, working together to create and preserve affordable, attainable, and accessible housing throughout our communities.

MEMBERS

City of Auburn
City of Dupont
City of Edgewood
City of Fife
City of Fircrest
City of Gig Harbor
City of Lakewood
City of Milton
Pierce County
Puyallup Tribe of Indians
City of Sumner
Town of Steilacoom
City of Tacoma
City of University Place



FACILITATING DEVELOPMENT OF AFFORDABLE HOUSING

- Support capital budget funding for member government priority projects.
- Expand funding opportunities to support homeownership development for low-income households.
- Expand investment and eligibility for the Connecting Housing to Infrastructure Program (CHIP).
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SUPPORT POLICY AND PLANNING EFFORTS

- Support priority considerations regarding transit-oriented development.
- Support construction trade industry workforce development efforts.



INFORMATION AND ENGAGEMENT

• Expand eligibility for the disabled veteran property tax exemption program.



SUPPORT | MONITOR | OPPOSE

- Support funding for municipal Planned Actions.
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FACILITATING DEVELOPMENT OF AFFORDABLE HOUSING

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Expand investment and eligibility for the Connecting Housing to Infrastructure Program (CHIP). CHIP grants support the development of affordable housing by funding water, sewer and stormwater utility improvements and/or waiving system development charges for new affordable housing units. The program was created after the 2021 legislative session and received an additional \$60 million of funding in the 2023-25 capital budget. Investment and eligibility expansion would include:

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SUPPORT POLICY AND PLANNING EFFORTS.

Support priority considerations regarding transit-oriented development.

SSHA³P opposes the preemption of local land use authority and values partnership and collaboration with the Legislature. With legislative focus on aligning transit investments and land use policy, SSHA³P believes it is critical that potentially affected cities and counties develop their own, priority considerations for the legislature. SSHA³P staff will engage with potentially affected member governments to understand their priorities, determine where there is priority alignment across member governments, and communicate those aligned considerations to the Legislature.

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INFORMATION AND ENGAGEMENT

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SOUTH SOUND HOUSING AFFORDABILITY PARTNERS

2024 FEDERAL LEGISLATIVE PRIORITIES

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Pierce County

Puyallup Tribe of Indians

City of Puyallup

City of Sumner

Town of Steilacoom

City of Tacoma

City of University Place



CONGRESSIONAL DIRECTED SPENDING REQUESTS



AFFORDABLE HOUSING CREDIT IMPROVEMENT ACT



FAIR HOUSING IMPROVEMENT ACT



NEIGHBORHOOD HOMES INVESTMENT ACT



FLEXIBILITY IN FEDERAL FUNDING



FUNDING CDBG AND HOME PROGRAMS



CONGRESSIONAL DIRECTED SPENDING REQUESTS

In alignment with efforts to ensure necessary capital funding investments are made to support affordable housing development in our Pierce County communities, SSHA³P will support Congressional Directed Spending (CDS) requests for affordable housing development projects when the local government of jurisdiction is also supporting the request.



AFFORDABLE HOUSING CREDIT IMPROVEMENT ACT

SSHA³P supports the passage of this bipartisan act of comprehensive legislation to expand and strengthen the low-income housing tax credit (LIHTC) program. The LIHTC program is our nation's primary tool for financing affordable housing. The legislation would restore the 12.5% cut to the tax credit program and further increase it by 50% over the next 2 years and make a technical adjustment to the financing threshold to expand access to the financing program. Increasing investments in the LIHTC program is a critical step in meeting our affordable housing needs.



FAIR HOUSING IMPROVEMENT ACT

SSHA³P supports the passage of The Fair Housing Improvement Act and its effort to increase access and opportunity for more households to achieve the dream of homeownership by ending source of income discrimination for veteran and low-income households attempting to utilize their housing vouchers (VASH or Housing Choice Vouchers) for the purchasing of homes.



NEIGHBORHOOD HOMES INVESTMENT ACT

The Neighborhood Homes Investment Act would create a funding program, similar to the LIHTC, to support the building or rehabilitation of homeownership housing, creating tax exempt mortgage bonds and mortgage credit certification to assist current and future homeowners. This legislation aligns with SSHA³P's priorities to increase affordable homeownership opportunities.



FLEXIBILITY IN FEDERAL FUNDING

With the influx of ARPA dollars and ongoing rulemaking, SSHA³P urges our federal partners to continue to provide these fund sources with the flexibility necessary for them to interact and align with other sources of federal funds to enable local government to effectively leverage these onetime funds with ongoing funding.



FUNDING CDBG AND HOME PROGRAMS

SSHA³P asks our federal partners ensure the full funding of the Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME) programs as primary federal funding sources for local government utilization in the support of affordable housing development.





South Sound Housing Affordability Partners

TO: SSHA³P Executive Board

FROM: Jason Gauthier, SSHA³P Manager **SUBJECT:** October 2023 Manager Report

DATE: October 6, 2023

AFFORDABLE HOUSING DEVELOPMENT

Regional Housing Capital Fund

The Executive Board will receive a presentation on the creation of a SSHA³P Housing Capital Fund at its November 1, 2023, regular meeting and staff anticipates bringing a resolution forward at the Executive Board's December meeting to formally create the fund subaccount and adopt its rules and procedures, including the establishment of a fund committee to determine funding priorities and make funding award recommendations.

Department of Natural Resources Property

In September, Pierce County's Community Devleopment Corporation signed an interagency agreement with the Department of Natural Resources (DNR) to facilitate the direct transfer of a DNR owned transition lands property in Frederickson for future affordable housing development. The property acquisition is expected to occur in early 2024. This property shows moderate development capacity for 20-26 low density units, most suitable for an affordable homeownership model.

Affordable Housing on Religious Owned Property

SSHA³P staff are working with County staff and stakeholders to consider opportunities to support religious organizations who are considering the utilization of their property for affordable housing development and are currently providing introductions between religious organizations and devleopment consultants and developing a template pre-development request-for-proposals (RFP) for usage.

Pierce Transit Property

Facilitating discussions between Pierce Transit (PT) and Multi-Services Center (MSC) regarding a PT property located near 72nd & Portland and its possible usage for transit-oriented affordable housing development. MSC has communicated their intent to submit a response to the property RFP in 2023.

HOUSING POLICY & PLANNING

City of Fife and MFTE Program

SSHA³P staff have been supporting the City of Fife on a proposal to amend to municipal code to designate a Residential Targeted Area (RTA) and institute the 12-year Multi-family Property Tax Exemption (MFTE) program. At the Council's September 27th regular meeting it adopted Ordinance No. 2015, adopting regulations related to create an MFTE program.

Middle Housing Grant

SSHA³P's Middle Housing Grant work, including a summary of policy and program recommendations, can be found on SSHA³P's website <u>HERE</u>.



South Sound Housing Affordability Partners

Comprehensive Planning

SSHA³P staff assisted staff workgroup members in hosting the first of a series of bimonthly collaborative meetings for planners in Pierce County to collaborate and share ideas regarding the housing element. SSHA³P staff will support the City of Fife in facilitating a focus group on housing in November. As members update their Comprehensive Plan housing elements, SSHA³P staff are available to assist in addressing HB 1220's "adequate provision" requirements, engaging with affordable housing developers, and conducting community engagement.

Comprehensive Plan Information Matrix

Staff continue to update <u>Comprehensive Plan resources</u> with new resources as they become available. Recent additions include final guidance from the Department of Commerce on ADUs.

EDUCATION & OUTREACH

Philanthropy Roundtables on Affordable Housing

Staff is working with the Greater Tacoma Community Foundation and Bamford Foundation on scheduling regular Philanthropy Roundtables on Affordable Housing for project updates, development education, information sharing between private and public funders, and alignment of affordable housing investments. The first Roundtable event is scheduled for October and is currently in planning.

Affordable Housing Developer Engagement and Database

As a part of SSHA³P staffs' meetings with members of the affordable housing development community, staff will utilize information learned in these meetings to develop a developer database, including: primary contact information, housing typology specialty, income level and special populations served, and previous experience in Pierce County. This database will be made available on the SSHA³P website in our *Comprehensive Plan Support* section, and we expect that member government staff will utilize it when conducting affordable housing stakeholder work as part of their Comprehensive Plan update.

Developer Portal

Staff are creating a "developer portal," which will be a section of the SSHA³P website where developers can learn about developing in SSHA³P member jurisdictions. Staff worked with Pierce County staff to design the portal's webpages and are meeting with affordable housing developers to receive additional feedback. Staff will reach out soon to all SSHA³P members to provide information for the portal.

Upcoming Conference Presentations

American Planning Association – WA (October 13) Housing Washington (October 4)

ADMINISTRATION & GOVERNANCE

SSHA³P Advisory Board

With the assistance of a subcommittee, the Advisory Board continues to develop its work plan. Staff expect that the Executive Board will provide feedback on a draft Advisory Board work plan at its



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December meeting and adopt the work plan at its January meeting. The next Advisory Board meeting is on October 17 at 5:30 PM. At this meeting, the Advisory Board will discuss its work plan and hear from Laura Hodgson from the Department of Commerce about HB 1220 requirements for local jurisdictions.

Staff are working on application and advertising materials for Advisory Board seats that will be open at the end of this year. Staff expect the Executive Board to appoint members to the Advisory Board at the January Executive Board meeting.