## SSHĀP

#### South Sound Housing Affordability Partners Executive Board

**Regular Meeting 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.

Councilmember Mike Brandstetter (Alternate), Councilmember Nacy Henderson (Alternate), Councilmember Keiting Wayor Kristina Walker (Alternate), Councilmember Charla Neuman, Mayor Dick Muri, Mayor Victoria Woodards, Councilmember Stan Flemming, Deputy Mayor Mike Winkler (Alternate), Councilmember Charla Neuman, 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 Mike Brandstetter (Alternate), Councilmember Nancy Henderson (Alternate), Deputy Mayor Kristina Walker (Alternate), Councilmember Keith (Alternate), Councilmember Stan Flemming, Deputy Mayor Kristina Walker (Alternate), Councilmember Keith (Alternate), Councilmember Nancy Henderson (Alternate), Mayor Kristina Walker (Alternate), Councilmember Keith (Alternate), Councilmember Stan Flemming), Deputy Mayor Kristina Walker (Alternate), Councilmember Keith (Alternate), Councilmember Stan Flemming), Deputy Mayor Kristina Walker (Alternate), Councilmember Keither Keith

#### I. CALL TO ORDER

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

8:30

#### 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 <u>https://piercecountywa.zoom.us/j/98374643754</u> 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 SSHA<sup>3</sup>P website at: southsoundaffordablehousing.org

#### V. RESOLUTIONS & PRESENTATIONS

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

**<u>Purpose</u>**: Presentation by Jason Gauthier, SSHA<sup>3</sup>P Manager, of Resolution No. 2023-07 to adopt the 2024 State and Federal legislative agendas.

ATTACHMENTS:	Resolution No. 2023-07	Document Link
	2024 SSHA <sup>3</sup> P State Legislative Agenda	Document Link
	2024 SSHA <sup>3</sup> P Federal Legislative Priorities	Document Link

001#11	Executive Board Regular Mee	Trudeau (27-Tacoma) and the 2024 Legislative Session	9:00	
	Purpose: Overview the 2024 state legisla	of expectations regarding housing policy and budget investmative session.	ents for	
	C. Member Discuss	ion with Senator Trudeau	9:10	
		Board member discussion with Senator Trudeau on member rations for the 2024 state legislative session.	ſ	
VI.	REPORT BY THE	SSHA <sup>3</sup> P MANAGER		
	ATTACHMENTS:	October 2023 SSHA <sup>3</sup> P Manager Report		Document Link
VII.	UPDATES/COMM	ENTS OF THE EXECUTIVE BOARD		

### VIII. ADJOURN

#### 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 Councilmember Kevin Ballard, City of DuPont – excused Board: 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 ManagerStaff:Mary Connolly, Program Specialist<br/>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 <sup>3</sup> 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.	

SSHA<sup>3</sup>P Executive Board Meeting

TOPIC/W	/HO DISCUSSION	ACTION
of the 2024 State & Federal Legislative Agendas	Jason provided this overview of the SSHA <sup>3</sup> P legislative agendas with the intention of gathering feedback from the Board. Priorities were selected through the input of Board members and other concerned community members. The 2023 legislation session indicated that this is the "Year of Housing with creating housing stability, subsidizing affordable housing, and facilitating housing supply being prioritized.	d tional
	HB 1355 passed, expanding the income eligibility for senior and disab households from \$47,000 to just over \$62,000 through the property t exemption program.	
	On the budget front, we saw a \$400M investment in the housing trust including \$20.5M of direct investment in Pierce County Affordable Hou (AH) projects, and an additional \$40M to support affordable homeowne statewide.	ising
	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 10% of those the funds for admin costs and/or rental assistance.	up to
	SSHA <sup>3</sup> P staff provided member governments with weekly hot sheets to them apprised of legislative actions throughout the session.	keep
	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 splitting of a single residential lot into two lots as long as they are at le 2000 sq ft. This passed the House nearly unanimously but didn't make of the Senate policy committee. Advocates are expected to press for the the coming short session.	east e it out
	Transit oriented development (TOD) bills: SB5466 (did not pass) advan from the Senate 40-8, but didn't make it out of the House. It would hav affected land use code for properties in close proximity to transit lines. expect to see TOD Bills return in the 2024 session.	ve
	A Bill to limit parking requirements for AH development statewide is expected, as well as efforts towards statewide rent control and stabiliza measures.	ation
	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, expa eligibility for the Connecting Housing to Infrastructure Program, support funding for the acquisition of real property for AH.	and

<b>TOPIC/WHO</b>		DISCUSSION	
•	suppor Informa propert Suppor clarifica provide Afforda the imp funding Monito a renta revenue Oppos increas Federa • Cong • S. 11 • HR 3 • Flexi	<i>It policy and planning efforts</i> – TOD and priority considerations, t construction trade industry workforce development efforts. <i>Ation &amp; Engagement</i> – expand eligibility for the disabled veteran ty tax exemption program. It funding for municipal planned action/EIS work, technical fixes a ations to recent land use and housing legislation, legislation to e Fair Housing Training for COAs/HOAs, support funding for the able Workforce Housing Accelerator pilot program, funding to assi- plementation of state-required land use actions, and operating g for service-supported housing. If legislation re: the Residential Landlord Tenant Act, efforts to creat l gap voucher assistance program, and legislation to create local e options to support AH development. <i>e:</i> Pre-emption of local land use authority, and legislation that wor the the cost to produce publicly funded AH. 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 ibility in federal funding y funding CDBG and HOME programs	st in eate
	Octobe Roscoe federal	al version of SSHA <sup>3</sup> P's legislative agendas will be presented at the er meeting. Mayor Markley invited feedback and comments. Mayor indicated her support of the agendas. Mayor Markley appreciates add and hopes that we have congressmen and women who will t housing efforts.	vou.
2023-06	proced amend first me the tim Council	tion 2023-06 amends the SSHA <sup>3</sup> 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. Changi eline will avoid clunkiness and was recommended by Chair Georg Imember Flemming moved to approve the amendment. Mayor Ros led. Vote was taken; none opposed, no abstentions.	ng 06 was e. ap- proved.

TOPIC/W	/HO	DISCUSSION	ACTION
SSHA3P Advisory Board Mary	ideas a list wit Board the end proces Counci Adviso in slots cohorts have fi Roscoe	hared that the Advisory Board has brainstormed policy and program and a subcommittee is putting together a framework to share the final h the Executive Board for approval. Two to seven more Advisory members need to be appointed, as some members' terms expire at d of this year. How would the Executive Board like the appointment s to go? Imember Brandstetter thought the process used last time to appoint ry Board members worked well. It was a challenge placing members according to the cohorts of users, consumers, or developers. The s were not clearly defined and there were many applicants that would t into multiple groups. More definition would be helpful. Mayor e agreed. used to work for the City of Tacoma before moving to the Seattle	proceed with the same process as last time, and work on
Housing on Religious Organization Property Nick Welch & Daniel	OPCD. HB137 legislat by relig Many a forced suppor	77 allows for requiring cities with comprehensive plans to create tion that enables additional density in exchange for AH on land owner gious organizations. This created land use rules for developing land. advocates worked on the rules. Lack of housing affordability has people to leave the communities in which they had roots. These rules t low-income neighbors. <b>Cibility &amp; affordability</b> evelopment using this new tool, the state stablishes the following requirements:	Bill 1377 d
	reli, • All   • Hou • 80   • Affo	perty must be owned or controlled by a gious organization housing created must be income-restricted using can be rental or ownership percent of area median income (AMI) ordability term of at least 50 years, luding if property is sold	

#### PIERCE COUNTY HUMAN SERVICES

#### SSHA<sup>3</sup>P Executive Board Meeting

**TOPIC/WHO** DISCUSSION ACTION AH on This work was done during the height of the pandemic, with AH developers, Informa-**Religious** neighborhoods, and faith organizations working together. Several meetings tional **Organization** were held, and presentations given. A narrated PowerPoint was shared for -Owned people to learn about it. Property continued How it works Added development potential for affordable housing With this new tool, additional Existing height and floor area helps nent faith organizations compete potential more effectively for public funds and build more affordable housing than otherwise possible. A religious organization may have a portion of land they want to redevelop, like an **Currently, development** underused surface on faith-owned land is parking lot. limited to the height and size allowed under existing zoning. Additional density for affordable housing Under the ROOP... Zone type Under existing zoning... **Multifamily zones**  Maximum height 3-8 stories 1 additional floor Maximum height 3-8 stories • 1-3 additional floors Mixed-use commercial zones Zones with height Maximum height 12-44 stories • Up to 6 additional floors limits above 85 feet **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 lo square feet of lot area Housing type flexibility (e.g., aff for-sale townhomes) \* on certain large sites near more intens frequent transit, up to 1 additional flo

TOPIC/W	/HO DISCUSSION	ACTION
Religious Organization -Owned Property	Impacts of the legislation include: helping faith institutions to repurpose their real estate assets to support their missions and address their congregations' changing needs; increasing project financial feasibility and creating a more predictable regulatory environment, responding to community stability and anti-displacement work, and helping maximize 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 creat three affordable detached houses, each about 3000 sq ft, or 10 affordable town homes or apartments. LIHI & Lutheran Church of the Good Shepherd create 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. 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? 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 requirement it's very broadly defined – what defines a religious institution? Mayo	ed Thank you, Nick & Daniel!

TOPIC/WHO		DISCUSSION AC		CTION	
Religious Organization -Owned	very sp have a commu someth	aid that the State Bill doesn't answer that question. Some bills ind becific definitions 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 hing in place, but across the State not many cities have codified t	y other have	<u>City of</u> <u>Bellevue</u> <u>Increas-</u> <u>ing AH</u> <u>Capacity</u> <u>on</u> <u>Faith-</u>	
	langua also us	I Chair Mello thanked Nick and Daniel and asked how cities can g ge to help establish this program in their communities. Cities cou se some RFP templates. There's also a community engagement pi re "must haves" and what are "needs?" We'd love to have food b	ild ece –	Owned Properti es Jason will	
	asked shared The lav to citie legislat		niel tion. t's up e	contact Commer ce and the City of Bellevue to see	
	and as	Markley asked if SSHA <sup>3</sup> 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 vas taken; none opposed. Meeting extended to 10:02.]	ed.	Nick shared his	
	already Seattle partne	noted that partnerships and identifying partners is important. Al- y a complex venture. Faith-based organizations are not landlords 's 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: <u>nicolas.</u> <u>welch@</u> <u>seattle.g</u> <u>ov</u>	
Manager	6 is an attendi	reminded the group that the next Executive Board meeting on Oc in-person meeting at Fircrest City Hall. Senator Trudeau will be ing to discuss the legislative session.	tober	Informa- tional	

<b>TOPIC/WHO</b>	DISCUSSION	ACTION

Executive Board Updates/ Comments	Mayor Markley invited Board members to share comments and/or updates. None.	
	Council Chair Mello moved to adjourn; Deputy Mayor Winkler seconded. The meeting adjourned at 10:02 a.m.	Meeting ad- journed!

The next SSHA<sup>3</sup>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

## SSHĀP

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

Resolution No. 2023-07 October 6, 2023 Page 1 of 2

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and signature.

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4	Adopted this	day of	, 2023.
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#### 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, SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P supports the passage of this bipartisan act of comprehensive legislation to expand and strengthen the lowincome 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**

SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P's priorities to increase affordable homeownership opportunities.

#### **Flexibility in Federal Funding**

With the influx of ARPA dollars and ongoing rulemaking, SSHA<sup>3</sup>P 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**

SSHA<sup>3</sup>P 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.



#### 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

#### Support capital budget funding for member government priority projects

SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P 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, SSHA<sup>3</sup>P 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 <u>1406</u> 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

SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P 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, SSHA<sup>3</sup>P believes it is critical that potentially affected cities and counties develop their own, priority considerations for the legislature. SSHA<sup>3</sup>P 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. SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P 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.



#### 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

Shaping the future of housing opportunities in our Pierce County.

## SOUTH SOUND Housing Affordability Partners

### 2024 STATE LEGISLATIVE AGENDA PRIORITIES

#### **ABOUT US**

Established in 2021, the South Sound Housing Affordability Partners (SSHA<sup>3</sup>P) 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 Puyallup 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).
- 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.

CONTACT SSHA<sup>3</sup>P



## SUPPORT | MONITOR | OPPOSE

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



## PRIORITIES



#### FACILITATING DEVELOPMENT OF AFFORDABLE HOUSING

#### Support capital budget funding for member government priority projects.

SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P 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, SSHA<sup>3</sup>P 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 <u>1406</u> 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:

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- 2. Ensuring adequate supplemental capital budget investments are made for CHIP program.

#### Support funding for the acquisition of real property for affordable housing.

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### SOUTHSOUNDAFFORDABLEHOUSING.ORG

## PRIORITIES



#### SUPPORT POLICY AND PLANNING EFFORTS.

#### Support priority considerations regarding transit-oriented development.

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The State of Washington needs thousands more construction industry professionals to build the hundreds of thousands of housing units we need. SSHA<sup>3</sup>P supports workforce development efforts that increase the number of people in the construction industry workforce and ensure access to training on new construction technologies.



#### **INFORMATION AND ENGAGEMENT**

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

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### SOUTHSOUNDAFFORDABLEHOUSING.ORG

Shaping the future of housing opportunities in our Pierce County.

SOUTH SOUND Housing Affordability Partners

## 2024 FEDERAL LEGISLATIVE PRIORITIES

#### **ABOUT US**

Established in 2021, the South Sound Housing Affordability Partners (SSHA<sup>3</sup>P) 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 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

CONTACT SSHA<sup>3</sup>P



#### **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, SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P's priorities to increase affordable homeownership opportunities.

#### FLEXIBILITY IN FEDERAL FUNDING

With the influx of ARPA dollars and ongoing rulemaking, SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P 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.

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South Sound Housing Affordability Partners

TO: SSHA<sup>3</sup>P Executive Board
FROM: Jason Gauthier, SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P 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

SSHA<sup>3</sup>P 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 72<sup>nd</sup> & 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**

SSHA<sup>3</sup>P 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 27<sup>th</sup> regular meeting it adopted Ordinance No. 2015, adopting regulations related to create an MFTE program.

#### **Middle Housing Grant**

SSHA<sup>3</sup>P's Middle Housing Grant work, including a summary of policy and program recommendations, can be found on SSHA<sup>3</sup>P's website <u>HERE</u>.

## **SSHĀ**P

South Sound Housing Affordability Partners

#### **Comprehensive Planning**

SSHA<sup>3</sup>P 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. SSHA<sup>3</sup>P staff will support the City of Fife in facilitating a focus group on housing in November. As members update their Comprehensive Plan housing elements, SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P website where developers can learn about developing in SSHA<sup>3</sup>P 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 SSHA<sup>3</sup>P members to provide information for the portal.

#### **Upcoming Conference Presentations**

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

#### **ADMINISTRATION & GOVERNANCE**

#### SSHA<sup>3</sup>P 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



#### South Sound Housing Affordability Partners

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.