## HOUSE BILL 1633

## State of Washington 64th Legislature 2015 Regular Session

**By** Representatives Zeiger, Jinkins, Young, Fey, Appleton, Hargrove, Sawyer, Walsh, Stanford, Johnson, Riccelli, Kochmar, Muri, Pollet, Kagi, and Wylie

Read first time 01/23/15. Referred to Committee on Capital Budget.

AN ACT Relating to giving preferences to housing trust fund projects that involve collaboration between local school districts and housing authorities or nonprofit housing providers to help children of low-income families succeed in school; amending RCW 43.185.070 and 43.185.070; providing an effective date; and providing an expiration date.

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

8 **Sec. 1.** RCW 43.185.070 and 2013 c 145 s 3 are each amended to 9 read as follows:

(1) During each calendar year in which funds from the housing 10 11 trust fund or other legislative appropriations are available for use 12 by the department for the housing assistance program, the department 13 must announce to all known interested parties, and through major 14 media throughout the state, a grant and loan application period of at least ninety days' duration. This announcement must be made as often 15 16 director deems appropriate for utilization as the proper of 17 resources. The department must then promptly grant as many 18 applications will utilize available funds less as appropriate administrative costs of the department as provided in RCW 43.185.050. 19 20 (2) In awarding funds under this chapter, the department must:

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(a) Provide for a geographic distribution on a statewide basis;
and

3 (b) Until June 30, 2013, consider the total cost and per-unit 4 cost of each project for which an application is submitted for 5 funding under RCW 43.185.050(2) (a) and (j), as compared to similar 6 housing projects constructed or renovated within the same geographic 7 area.

8 (3) The department, with advice and input from the affordable 9 housing advisory board established in RCW 43.185B.020, or a 10 subcommittee of the affordable housing advisory board, must report 11 recommendations for awarding funds in a cost-effective manner. The 12 report must include an implementation plan, timeline, and any other 13 items the department identifies as important to consider to the 14 legislature by December 1, 2012.

(4) The department must give first priority to applications for 15 16 projects and activities which utilize existing privately owned 17 housing stock including privately owned housing stock purchased by 18 nonprofit public development authorities and public housing 19 authorities as created in chapter 35.82 RCW. As used in this subsection, privately owned housing stock includes housing that is 20 21 acquired by a federal agency through a default on the mortgage by the private owner. Such projects and activities must be evaluated under 22 subsection (5) of this section. Second priority must be given to 23 activities and projects which utilize existing publicly owned housing 24 25 stock. All projects and activities must be evaluated by some or all of the criteria under subsection (5) of this section, and similar 26 projects and activities shall be evaluated under the same criteria. 27

(5) The department must give preference for applications based on
some or all of the criteria under this subsection, and similar
projects and activities must be evaluated under the same criteria:

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(a) The degree of leveraging of other funds that will occur;

32 (b) The degree of commitment from programs to provide necessary 33 habilitation and support services for projects focusing on special 34 needs populations;

35 (c) Recipient contributions to total project costs, including 36 allied contributions from other sources such as professional, craft 37 and trade services, and lender interest rate subsidies;

38 (d) Local government project contributions in the form of 39 infrastructure improvements, and others;

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(e) Projects that encourage ownership, management, and other
project-related responsibility opportunities;

3 (f) Projects that demonstrate a strong probability of serving the 4 original target group or income level for a period of at least 5 twenty-five years;

6 (g) The applicant has the demonstrated ability, stability and 7 resources to implement the project;

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(h) Projects which demonstrate serving the greatest need;

9 (i) Projects that provide housing for persons and families with 10 the lowest incomes;

(j) Projects serving special needs populations which are under statutory mandate to develop community housing;

13 (k) Project location and access to employment centers in the 14 region or area;

(1) Projects that provide employment and training opportunities for disadvantaged youth under a youthbuild or youthbuild-type program as defined in RCW 50.72.020; ((and))

18 (m) Project location and access to available public 19 transportation services; and

20 <u>(n) Projects involving collaborative partnerships between local</u> 21 <u>school districts and either public housing authorities or nonprofit</u> 22 <u>housing providers, that help children of low-income families succeed</u> 23 <u>in school</u>.

(6) The department may only approve applications for projects for
persons with mental illness that are consistent with a regional
support network six-year capital and operating plan.

27 **Sec. 2.** RCW 43.185.070 and 2014 c 225 s 62 are each amended to 28 read as follows:

(1) During each calendar year in which funds from the housing 29 30 trust fund or other legislative appropriations are available for use by the department for the housing assistance program, the department 31 must announce to all known interested parties, and through major 32 media throughout the state, a grant and loan application period of at 33 least ninety days' duration. This announcement must be made as often 34 35 as the director deems appropriate for proper utilization of 36 resources. The department must then promptly grant as many 37 applications as will utilize available funds less appropriate administrative costs of the department as provided in RCW 43.185.050. 38 (2) In awarding funds under this chapter, the department must: 39

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(a) Provide for a geographic distribution on a statewide basis;
and

3 (b) Until June 30, 2013, consider the total cost and per-unit 4 cost of each project for which an application is submitted for 5 funding under RCW 43.185.050(2) (a) and (j), as compared to similar 6 housing projects constructed or renovated within the same geographic 7 area.

8 (3) The department, with advice and input from the affordable 9 housing advisory board established in RCW 43.185B.020, or a 10 subcommittee of the affordable housing advisory board, must report 11 recommendations for awarding funds in a cost-effective manner. The 12 report must include an implementation plan, timeline, and any other 13 items the department identifies as important to consider to the 14 legislature by December 1, 2012.

(4) The department must give first priority to applications for 15 16 projects and activities which utilize existing privately owned 17 housing stock including privately owned housing stock purchased by 18 nonprofit public development authorities and public housing 19 authorities as created in chapter 35.82 RCW. As used in this subsection, privately owned housing stock includes housing that is 20 21 acquired by a federal agency through a default on the mortgage by the private owner. Such projects and activities must be evaluated under 22 subsection (5) of this section. Second priority must be given to 23 activities and projects which utilize existing publicly owned housing 24 25 stock. All projects and activities must be evaluated by some or all of the criteria under subsection (5) of this section, and similar 26 projects and activities shall be evaluated under the same criteria. 27

(5) The department must give preference for applications based on
some or all of the criteria under this subsection, and similar
projects and activities must be evaluated under the same criteria:

31

(a) The degree of leveraging of other funds that will occur;

32 (b) The degree of commitment from programs to provide necessary 33 habilitation and support services for projects focusing on special 34 needs populations;

35 (c) Recipient contributions to total project costs, including 36 allied contributions from other sources such as professional, craft 37 and trade services, and lender interest rate subsidies;

38 (d) Local government project contributions in the form of 39 infrastructure improvements, and others; (e) Projects that encourage ownership, management, and other
project-related responsibility opportunities;

3 (f) Projects that demonstrate a strong probability of serving the 4 original target group or income level for a period of at least 5 twenty-five years;

6 (g) The applicant has the demonstrated ability, stability and 7 resources to implement the project;

8

(h) Projects which demonstrate serving the greatest need;

9 (i) Projects that provide housing for persons and families with 10 the lowest incomes;

(j) Projects serving special needs populations which are under statutory mandate to develop community housing;

13 (k) Project location and access to employment centers in the 14 region or area;

(1) Projects that provide employment and training opportunities for disadvantaged youth under a youthbuild or youthbuild-type program as defined in RCW 50.72.020; ((and))

18 (m) Project location and access to available public 19 transportation services; and

20 <u>(n) Projects involving collaborative partnerships between local</u> 21 <u>school districts and either public housing authorities or nonprofit</u> 22 <u>housing providers, that help children of low-income families succeed</u> 23 <u>in school</u>.

(6) The department may only approve applications for projects for
persons with mental illness that are consistent with a behavioral
health organization six-year capital and operating plan.

27 <u>NEW SECTION.</u> Sec. 3. Section 1 of this act expires April 1, 28 2016.

29 <u>NEW SECTION.</u> Sec. 4. Section 2 of this act takes effect April 30 1, 2016.

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