# **Livable Communities Act**

Weighting of Affordable Housing in Evaluation of **Livable Communities Act Communities Grant Applications** 

Metropolitan Council Community Development Committee



### January 22, 2013



# **LCA Statutory Criteria**

Create incentives for projects that:

- Create living-wage jobs;
- Include a full range of housing opportunities;
- Preserve and rehabilitate affordable housing;
- Produce compact and efficient development;
- Involve innovative partnerships; and
- Further policies of the Metropolitan Development Guide



# **LCA Grant Accounts**

- Local Housing Incentives Account (LHIA)
- Livable Communities Demonstration Account (LCDA)
- Tax Base Revitalization Account (TBRA)
  - Transit Oriented Development (TOD) grants from LCDA and TBRA accounts



# Count (LCDA) ) ) ) grants from

# **Housing Performance Scores**

- Score of **0 to 100**.
- Evaluation criteria include:
  - Affordable workforce and life-cycle housing efforts
  - Affordable and diversified housing in the community
  - Local Initiatives





# **LHIA Specific Statutory Criteria**

Funds are to be distributed to Communities that:

- Have not met their housing goals
- Are funding projects designed to help meet the goals
- Fiscal disparities contribution of \$200 or more/household
- Projects will link employment & affordable housing
- Have a \$1-\$1 project match





# **LHIA Grant Review Process**

Metropolitan Housing Implementation Group (MHIG) shared evaluation criteria:

- Overall concept, joint criteria, individual criteria, previous allocations
- Composite score & the best use of each source.



# **TBRA-Specific Statutory Criteria**

**If** applications for grants <u>exceed the available funds</u>, the Council must make grants that:

- Provide the highest return;
- Encourage commercial & industrial development that preserves or grows of living wage jobs; and
- Enhance the tax base.





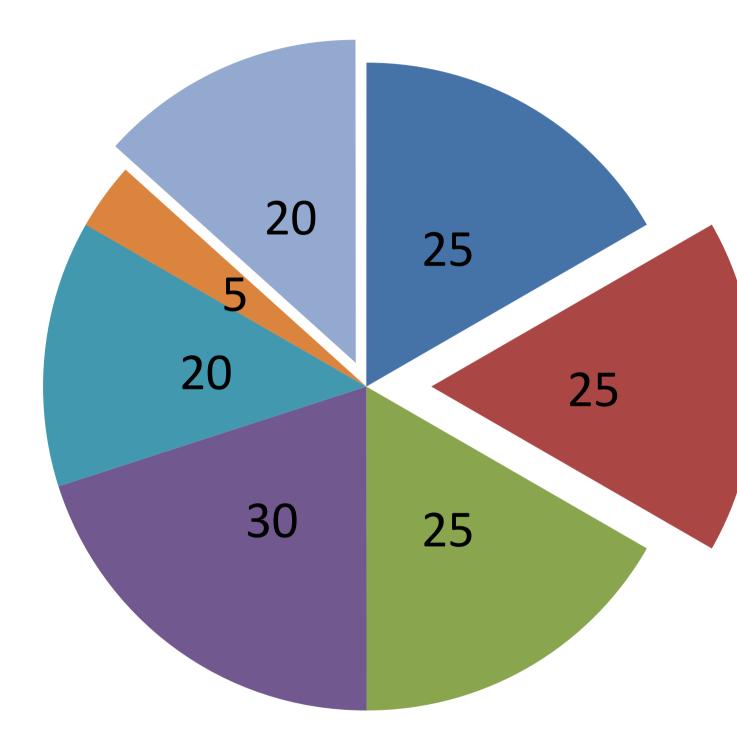
# **TBRA-Specific Statutory Criteria** Continued

- In 2002 amended:
- Deleted commercial and industrial development that will lead to the preservation or growth of living wage jobs
- Added or the production of affordable housing,





# **TBRA Grant Category Affordable Housing** Cleanup Grants 45 / 150pts = 30%





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# **LCDA–Specific Statutory Criteria**

- Interrelate development with:
  - -Transit
  - Affordable housing and employment
- Intensify land uses
- Provide:
  - -A mix of housing and affordability
  - -Infrastructure





# **LCDA Application Process**

- Two step evaluation process
  - Step 1 Internal staff evaluation team
  - Step 2 LCAC
    - 13 members, appointed by the Council
    - Makes the formal funding recommendations to the Council

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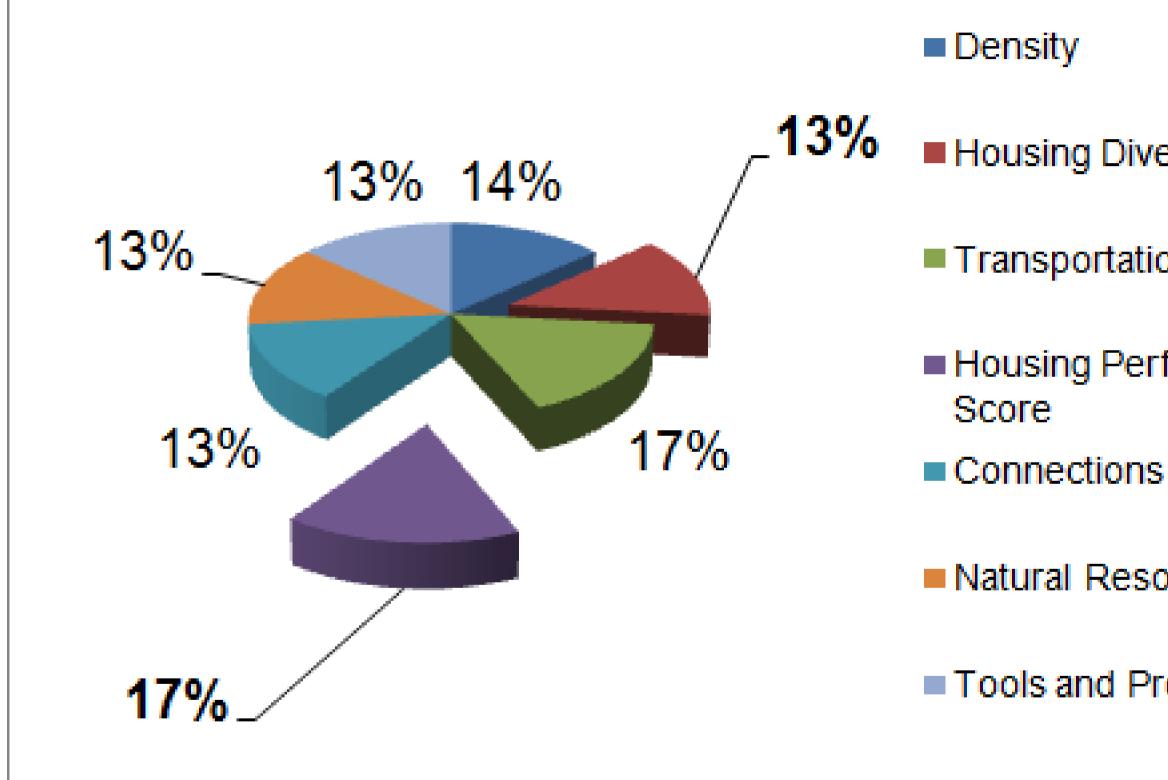
### **LCDA Regular Development Evaluation** Criteria Step 1

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Category	Points	% of Total
Efficient Land Use	8	7.2
Transportation	10	9.1
Connections	8	7.3
Housing	8	7.3
Natural Resources	8	7.3
Tools and Processes	8	7.3
Housing Performance Score	10	9.1
Step 2 Innovation and Demonstration	30	27.0
Catalytic Potential	10	9.1
Readiness	10	9.1
TOTAL	110	100%
		METR



# **LCDA Regular Development Grant Evaluation Step 1 Criteria**



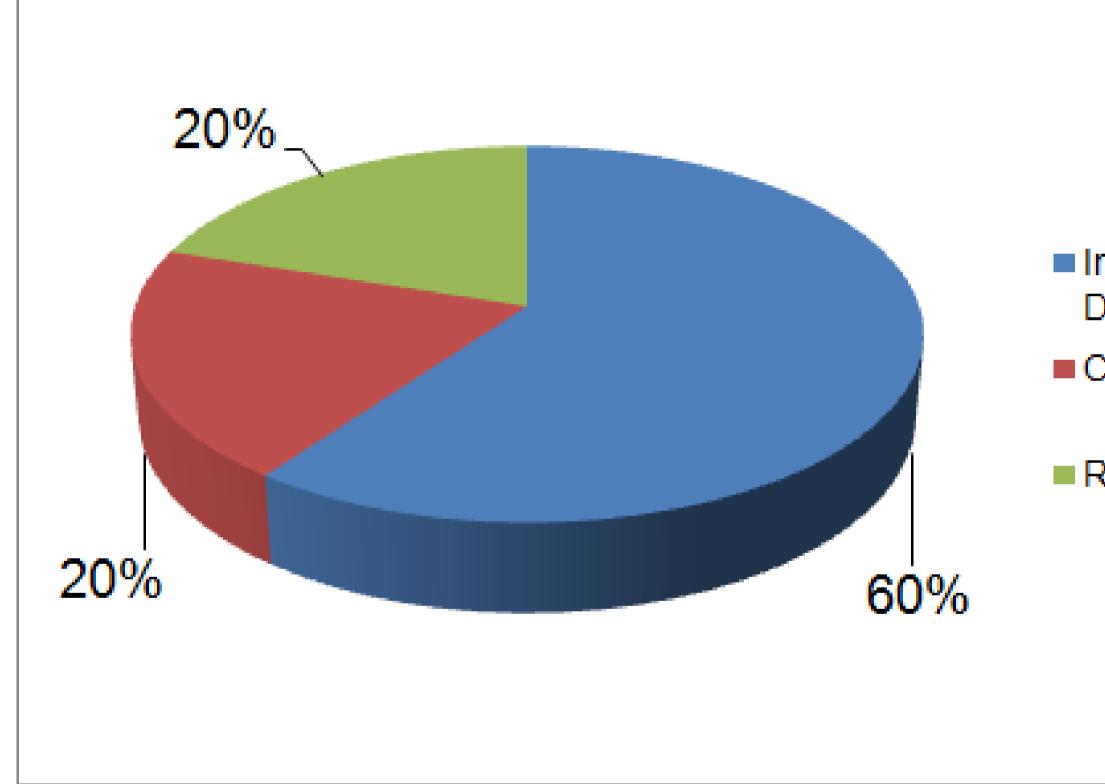




- Housing Diversity
- Transportation Access
- Housing Performance
- Natural Resources
- Tools and Processes

# **LCDA Regular Development Grant Evaluation Step 2 Criteria**

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### Innovation and Demonstration Catalyst

Readiness



# **TOD Category**

The TOD grant category uses funds from two separate accounts:

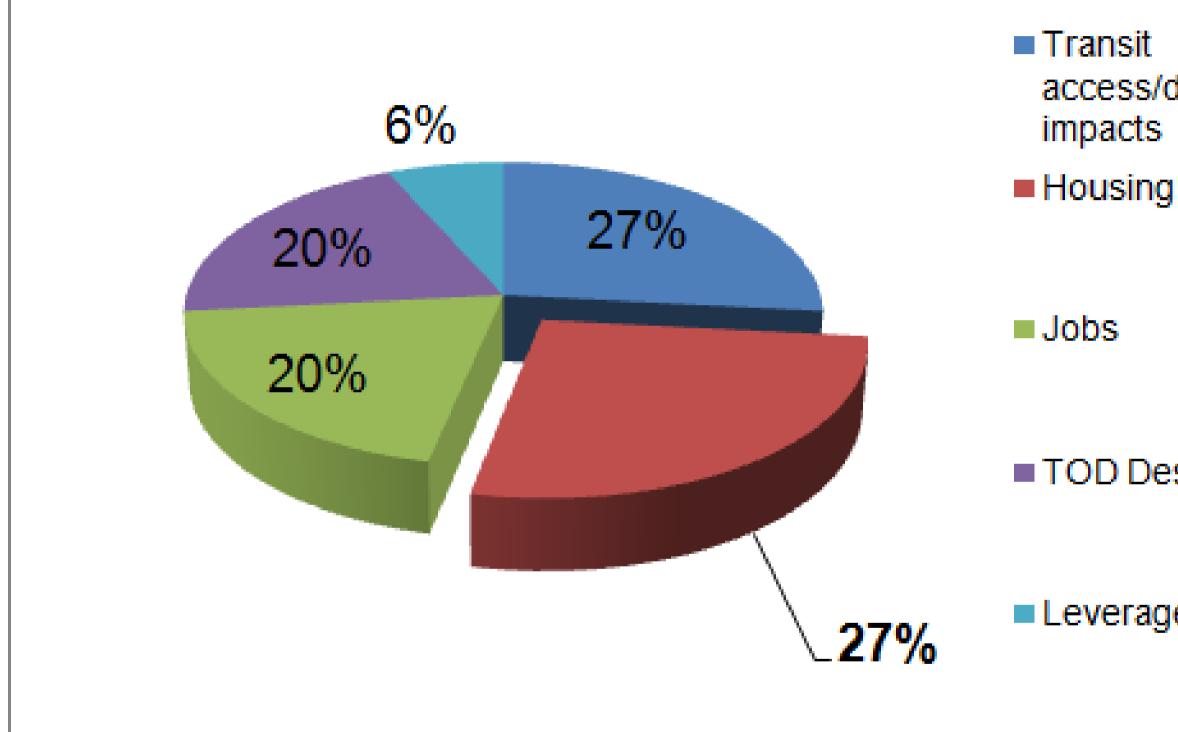
- •LCDA
- •TBRA



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<b>TOD Development Evaluation Criteria</b>					
	Category	Points	% of Step 1	% of Total	
Step 1	Transit access/design/ridership impacts	20	27	15.4	
	Housing	20	27	15.4	
	Jobs	15	20	11.5	
	TOD Design	15	20	11.5	
	Leverage/Partnerships	5	6	3.8	
	Step 1 Total	75			
Step 2	TOD Innovation/Demonstration	20	37	15.4	
	Catalytic Potential	10	10	7.8	
	Readiness 15	15	27	11.5	
	Housing Performance Score	10	18	7.8	
	Step 2 Total	55			
	TOTAL	130		100%	
				METROPOLIT. C O U N C	

# **TOD Development Evaluation Criteria** Step 1 (75 total points)



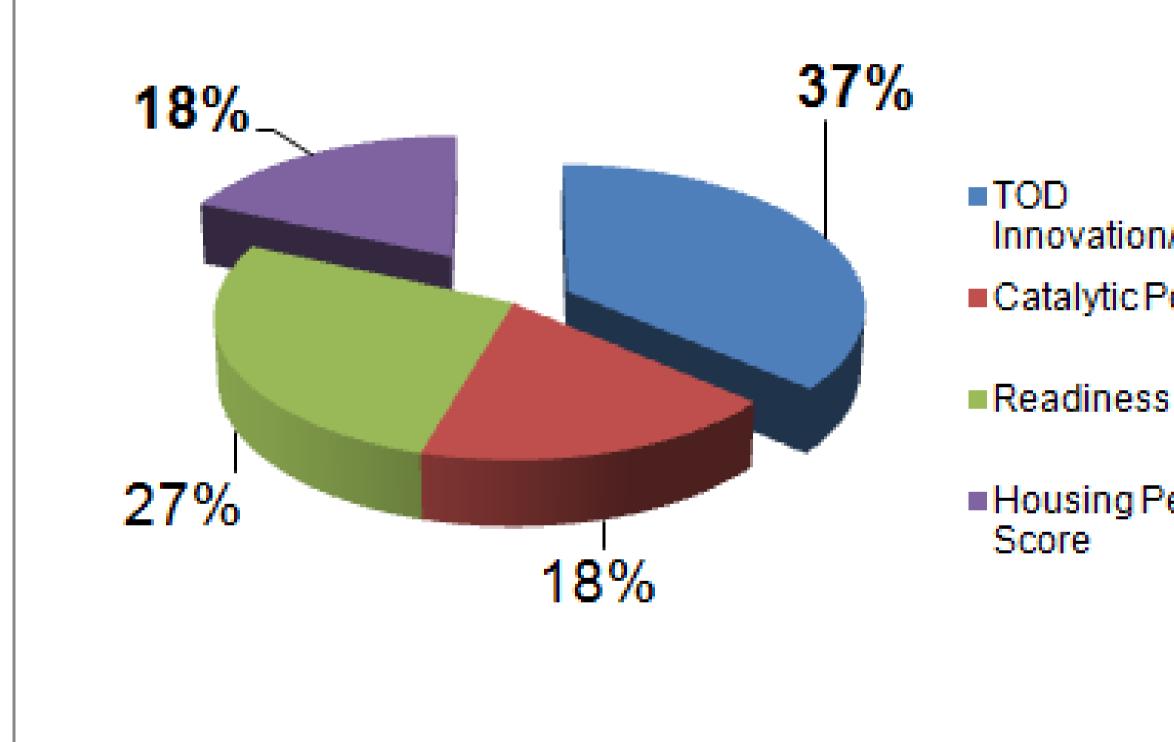


access/design/ridership

TOD Design

Leverage/Partnerships

# **TOD Development Evaluation Criteria-**Step 2 (55 total points)





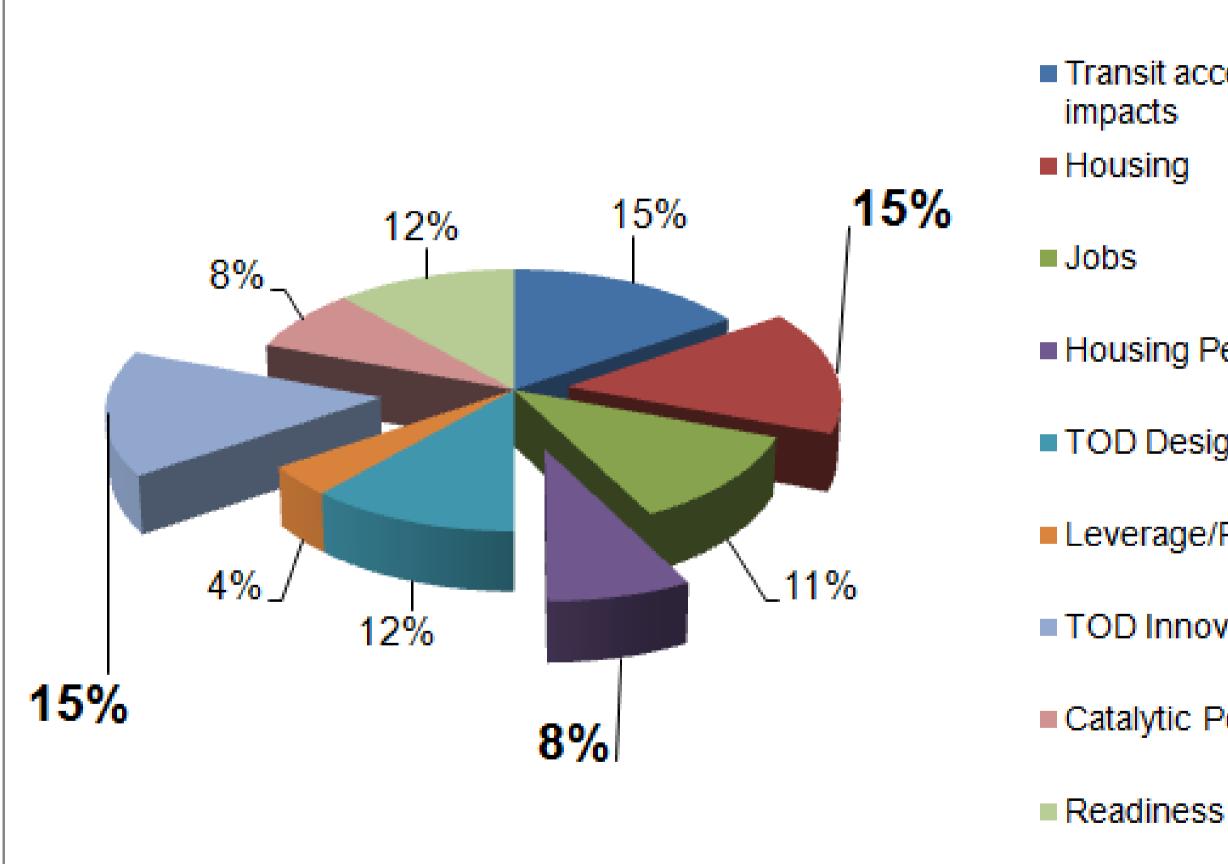


### Innovation/Demonstration Catalytic Potential

### Housing Performance



# **TOD Development Evaluation Criteria-Combined Steps 1 & 2 (130 total points)**



- Transit access/design/ridership

- Housing Performance Score
- TOD Design
- Leverage/Partnerships
- TOD Innovation/Demonstration
- Catalytic Potential



# Past LCA Affordable Housing Awards

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### Number & Percentage of Grant Awards With Affordable Units

	2005 - 2010	2011	
LCDA	42 of 61 (69%)	11 of 14 (79%)	
TOD	N/A	10 of 13 (77%)	
TBRA	46 of 126 (37%)	14 of 38 (37%)	
LHIA	46 of 46 (100%)	9 of 9 (100%)	





### 2012

4 of 7 (57%)

### 8 of 10 (80%)

### 11 of 28 (39%)

### 7 of 7 (100%)

# **LCA Outcomes to Date**

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	LHIA	TBRA		
New affordable rental units	2,300			
Affordable rehabbed rental units	2,500	5,296 (Estimated)		
Affordable ownership units	900			
Leveraged \$\$	\$700 million	>\$4 billion		
New or retained jobs		35,000		
Increase in annual net tax capacity		\$81 million		
Acres cleaned		1,852		
*Individual numbers from the columns above cannot be added or combined be				

cannot be added or combined because some projects have the columns above received grants from multiple accounts



