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.





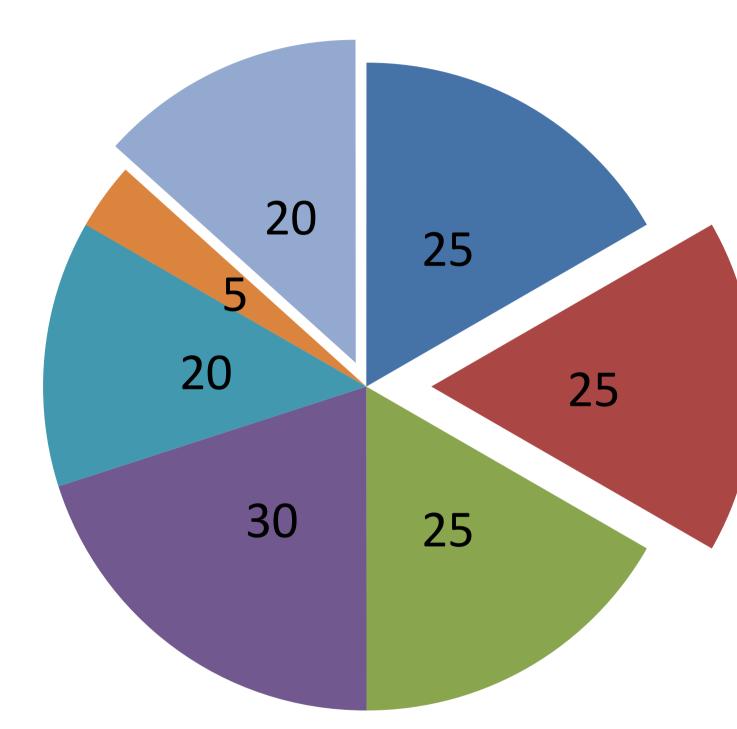
TBRA-Specific Statutory Criteria Continued

- 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%





 \mathcal{O}



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

uncil endations to



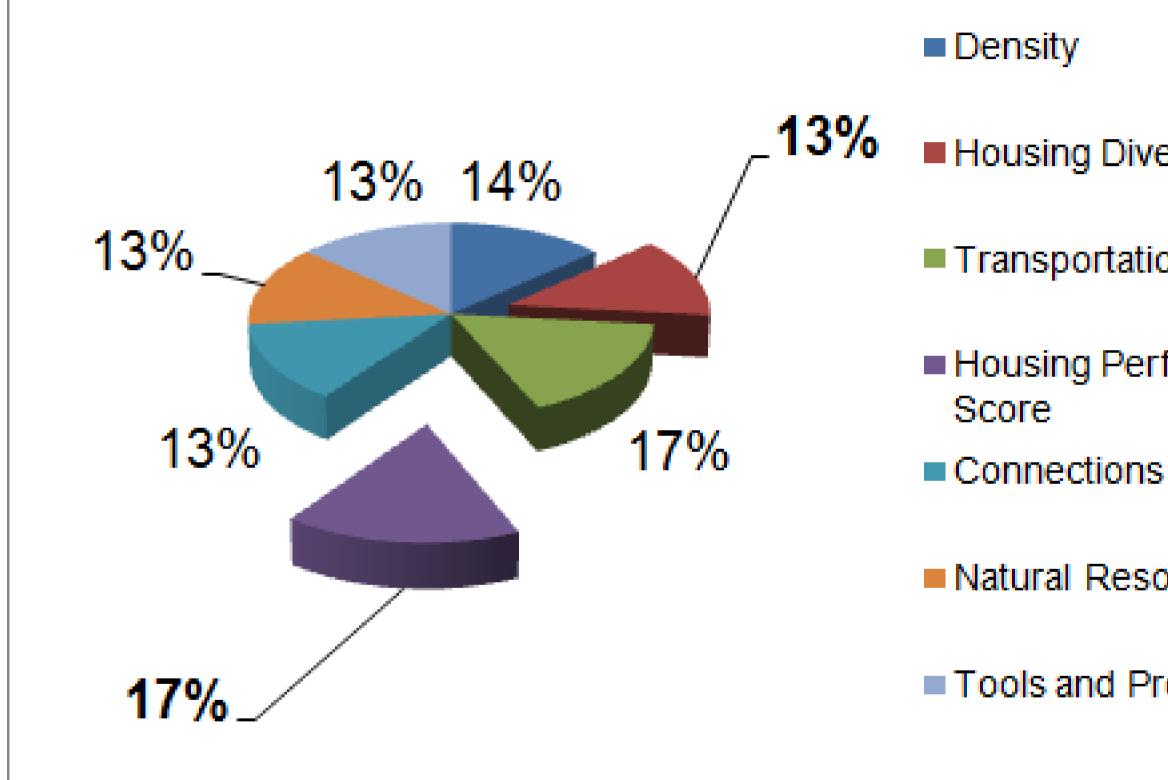
LCDA Regular Development Evaluation Criteria Step 1

 \bigcirc

| 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



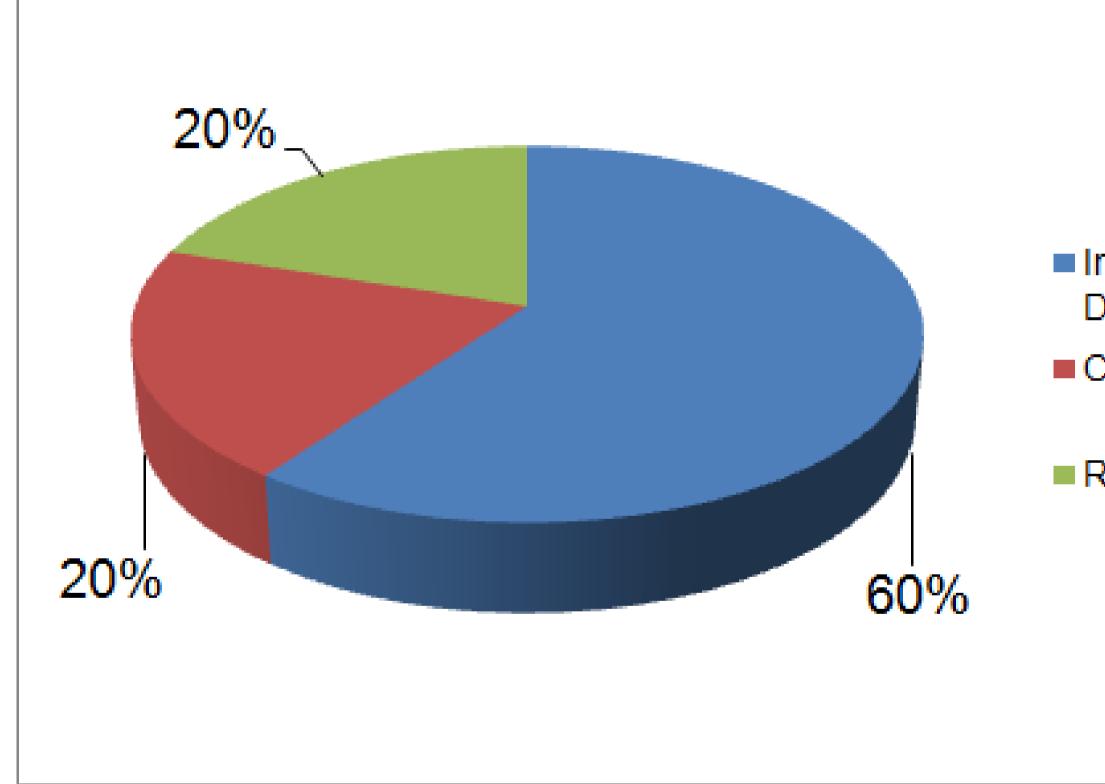




- Housing Diversity
- Transportation Access
- Housing Performance
- Natural Resources
- Tools and Processes

LCDA Regular Development Grant Evaluation Step 2 Criteria

 \bigcirc







Innovation and Demonstration Catalyst

Readiness



TOD Category

The TOD grant category uses funds from two separate accounts:

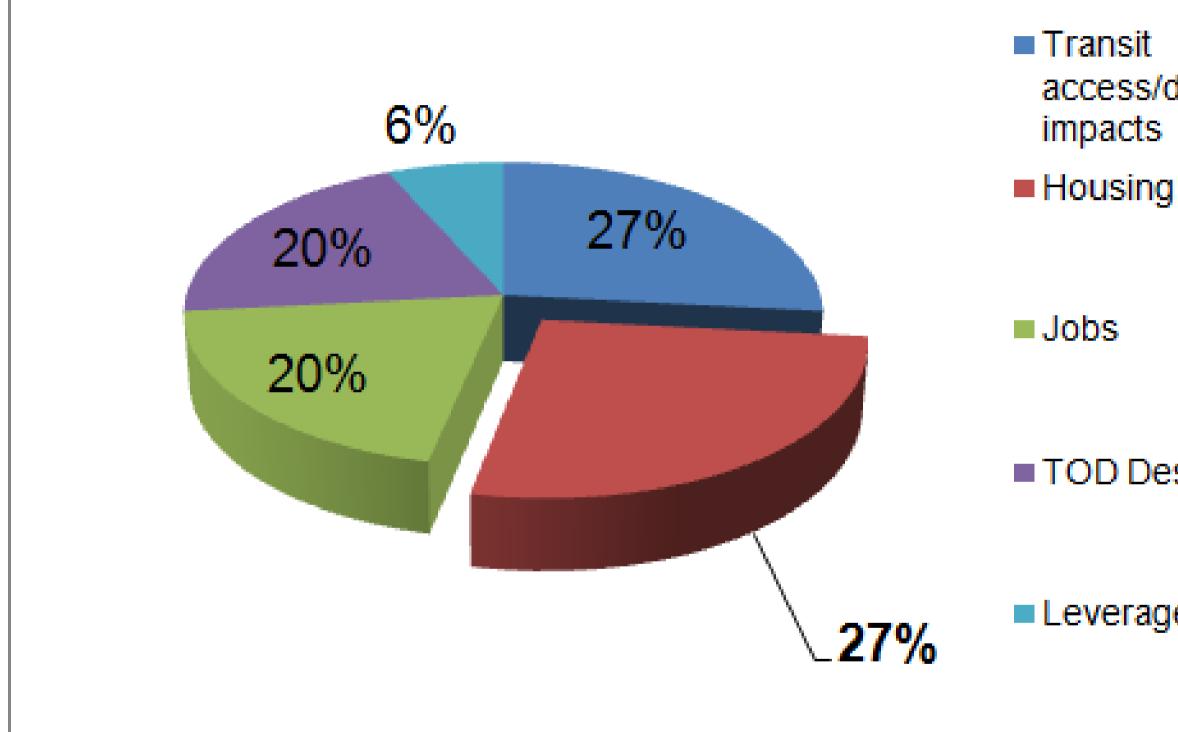
- •LCDA
- •TBRA



 \bigcirc

| TOD Development Evaluation Criteria | | | | | |
|--|---|--------|-------------|--------------------------|--|
| | 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)



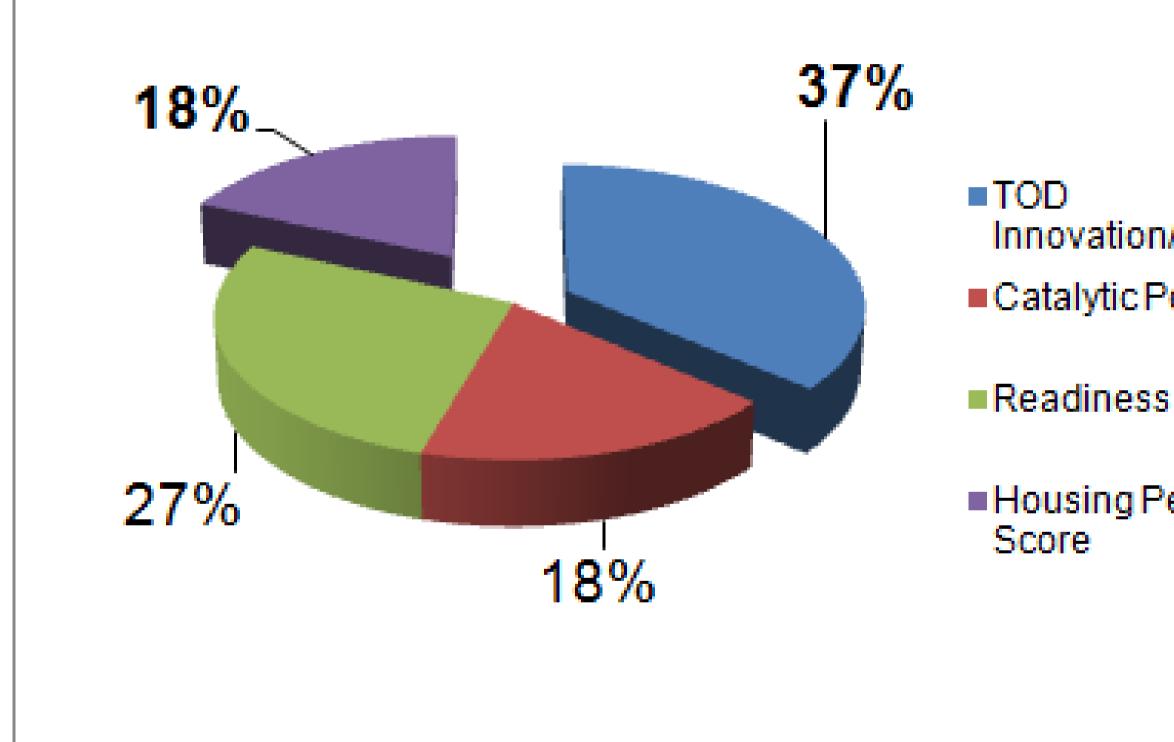


access/design/ridership

TOD Design

Leverage/Partnerships

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





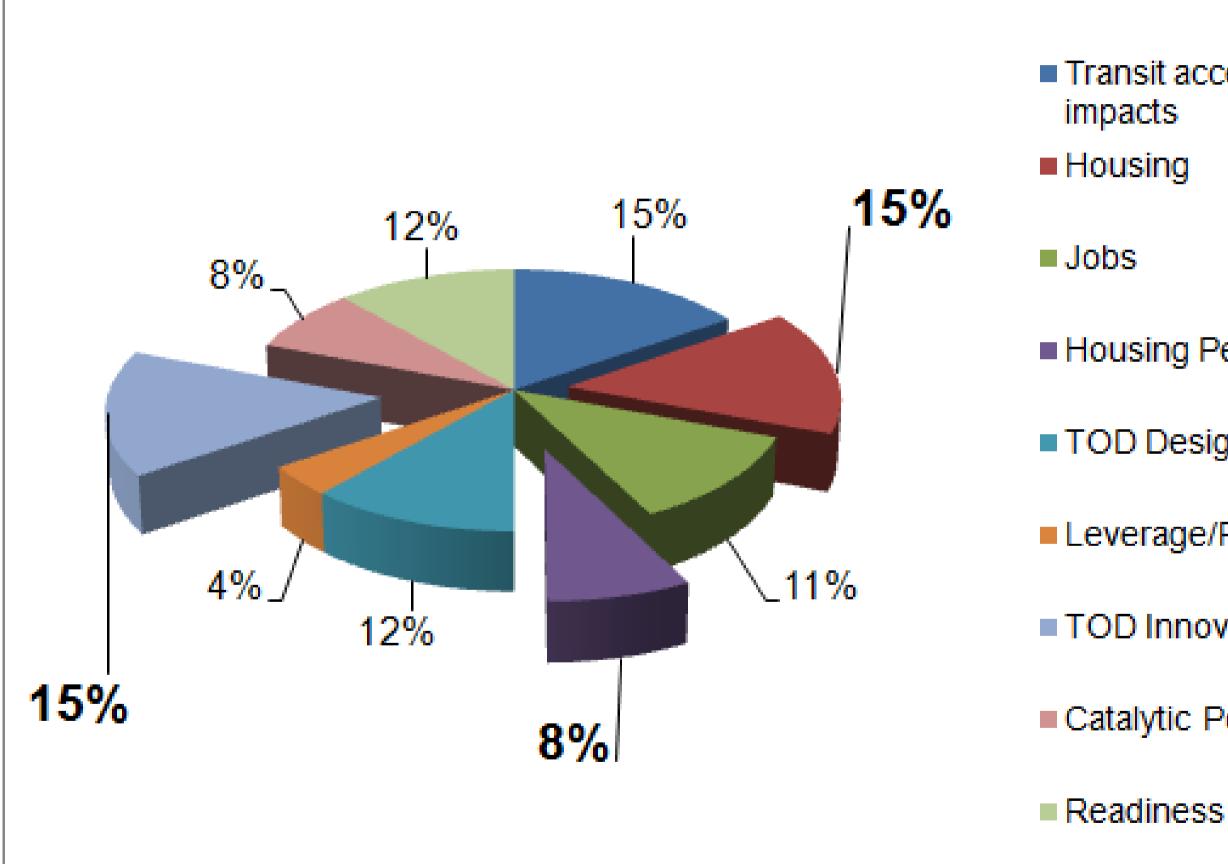


Innovation/Demonstration Catalytic Potential

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

 \mathcal{O}

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

 \bigcirc

| | 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



