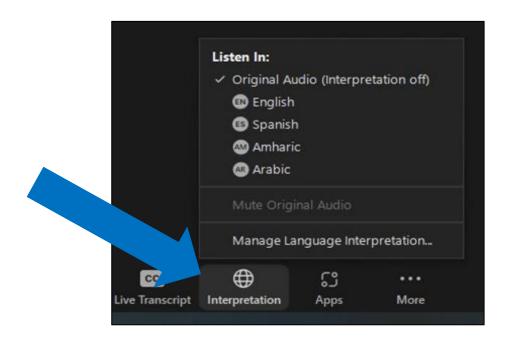




#### Local Rental Subsidy Program Study (LRSP) Community Meeting

City of Alexandria, Virginia December 4, 2023

#### Welcome and Introductions



For interpretation services, please select your language at the bottom of your screen.

Haga click en su idioma en la parte inferior de la pantalla para traducción e interpretación.

للحصول على خدمات الترجمة الفورية، يرجى تحديد لغتك في أسفل الشاشة



### Poll questions

https://www.menti.com/algvk7dio9v7

To access the poll questions, please scan the QR code; go to <a href="https://www.menti.com/algvk7dio9v7">https://www.menti.com/algvk7dio9v7</a>; or go to the menti.com and enter the code: 7316 3591.

## Study Objective:

Identify and evaluate different approaches to establishing and operating a **Local Rental Subsidy Program**.

Study and learn how best to structure a program that could help stabilize housing and expand housing access for lower income households in the City of Alexandria.

No program funding is being proposed as part of this study.

#### Agenda and Ground Rules

- Speak from personal experiences or observations.
- Civility and respect are a requirement!
- Respect the opinions and perspectives of others.
- Provide all questions and comments/ideas through chat..
- There are two interpreters in each language room (Spanish, Amharic, and Arabic) who can translate in the chat.

## **Housing Context**

#### Area Median Incomes

Area Median Income (AMI) is the middle of the range of incomes in an area when those incomes are ordered from smallest to largest. There are income limits for different sized households, including larger households.

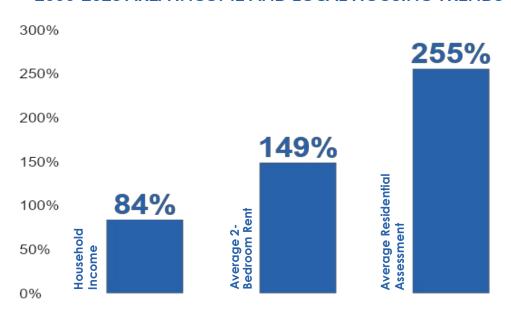
AMIs are used to determine eligibility for many housing programs.

2023 AMI	1-Person Household	4-Person Household
20% AMI and below	Up to \$21,100	Up to \$31,140
30% AMI	\$31,650	\$45,200
40% AMI	\$42,200	\$60,280
50% AMI	\$52,750	\$75,350
60% AMI	\$63,600	\$90,420
80% AMI	\$84,400	\$120,560
100% AMI	\$105,500	\$152,100

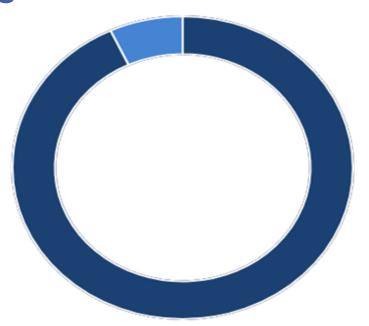
Learn more at: alexandriava.gov/housing/housing-publications-reports-and-videos

#### Rising affordability challenges

#### 2000-2023 AREA INCOME AND LOCAL HOUSING TRENDS



## Impact of high housing costs and stagnant incomes



93% of renter households with incomes up to \$50,000 are estimated to be housing cost burdened in the city (~10,500 households)

#### Why rental assistance?

Research shows that providing rental assistance ...



Promotes housing stability



Reduces poverty



Improves child welfare



Enhances adult health and well-being

## **Existing Programs**

## Housing Choice Voucher Program (ARHA)

- Serves approximately 1,500+ households
- Approximately 400-500
   additional vouchers are
   allocated to the city, but
   cannot be funded due to the
   high cost of housing
- Waitlist closed since 01/22
- Payment goes to landlord

## Senior Rent Relief (DCHS)

- Has capacity to serve up to 129 seniors and/or individuals with disabilities with incomes up to \$25,600
- No waitlist
- Payment up to \$500/month goes to tenant

#### Pilot Rental Subsidy (Office of Housing)

- Serves 46 households with incomes up to 60% AMI through five-year pilot program in five affordable communities
- Designed to eliminate housing cost burden (reduce housing costs to 30% of household income)
- Payment goes to landlord

## ARISE (DCHS)

- Serves 170 households for 24 months through guaranteed income pilot study
- Payment of \$500/month goes to household as supplement to income and other services
- City is studying the impact of guaranteed income on household wellbeing, health, employment, and housing and food security

# What our research shows so far

#### Program Study Snapshot:

- 25 programs in the U.S. and Canada
  - 10 programs identified number of recipients: 12,400 (~1,200 on average per program)
- 23 programs identified tenant criteria
  - 10 (43%) serve the unhoused or at risk of homelessness
  - 4 (17%) can serve those with disabilities

- **15** outline **who** they pay:
  - 12 pay directly to landlords
  - o 3 pay to **tenants**
- **21** programs stated the **amount** they pay:
  - o 9 pay the difference between the market rent and 30% of income
  - 12 provide a specific amount: median across programs is \$500/month/household

#### Common Program Features

Usually operated by local governments or quasi governmental agencies.

- Arlington County, Virginia, Housing Division
- D.C. Department of Human Services
- Montgomery County, MD Housing Opportunities Commission
- Chicago, Illinois, Low Income Housing Trust Fund

Subsidy amounts range widely.

Direct payments to landlords are most common.

Programs target households with 40% AMI.

#### Innovations Across the Country

Bridge Rental Subsidy Program,
Philadelphia: Rent supplement to relieve cost burden and cover a utility allowance.

San Diego's Housing Instability
Prevention Program: Targets severely
cost-burdened household (spending
>60% of income on housing) with
incomes up to 80% AMI.

**DC Flex**: Households offered an amount per month that can be used in part or in full on rent or emergency expenses.

Chicago Low Income Housing Trust Fund:
Supports 2,741 households with incomes up
to 30% AMI. Landlords must already
participate in Housing Choice Voucher
Program. Recipients can qualify for
Transitional Assistance.

### Opportunity for Question and Comments

All questions and comments should be submitted in the Chat.

For participants in our Spanish,
Amharic, and Arabic language
rooms, please write your questions
or comments in the chat and an
interpreter will type them in English.

#### Next Steps

## Presentation to be posted at <u>alexandriava.gov/housing</u>

#### **Email questions to:**

tamara.jovovic@alexandriava.gov michael.saunders@alexandriava.gov

Community feedback will inform City Council discussions and the Housing Master Plan Update

