CITY OF TAKOMA PARK

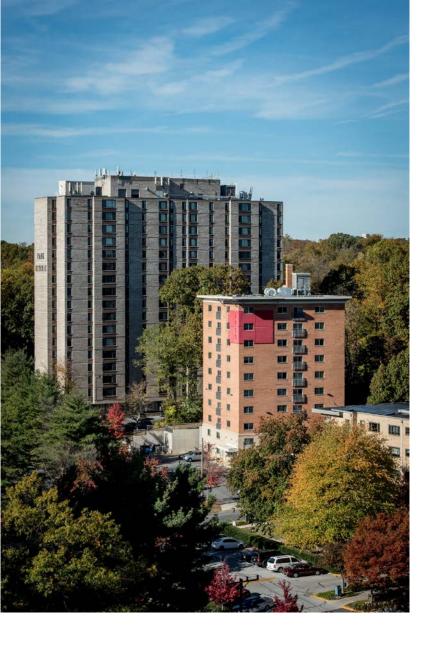
#### HOUSING & COMMUNITY DEVELOPMENT

October 18, 2023

## Housing Annual Report

Presented by Devin McNally, Housing Manager





## The Housing Division

The mission of the housing division is to ensure quality housing for all through:

The preservation of affordable housing

The facilitation of positive landlord-tenant relations

The production of diverse housing types

The enforcement of City housing law



#### Takoma Park Housing Facts



**Total Housing Units** 

7,053

Rental Properties

601

**Rental Units** 

3,217

Rent Stabilized Units

1,636

Median Monthly Rent

\$1,198

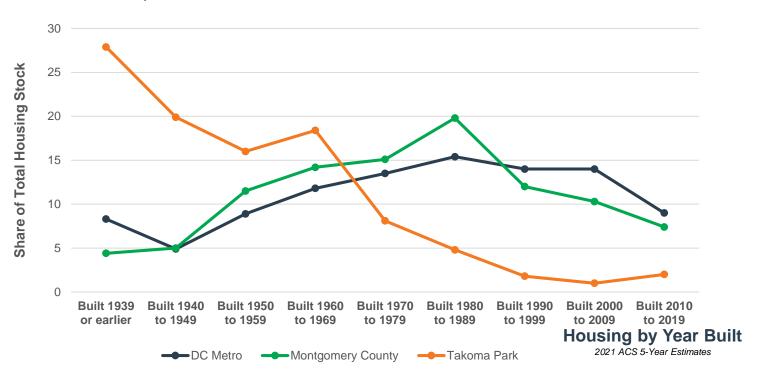
Housing Assistance Since 2017

\$1,543,00

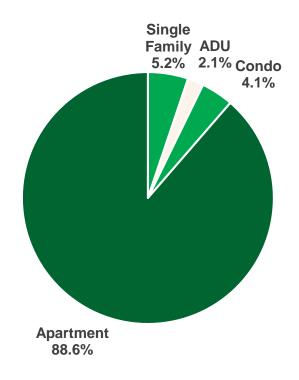


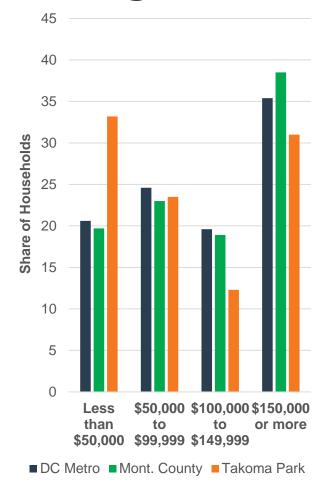
## **Takoma Park's Housing Context**

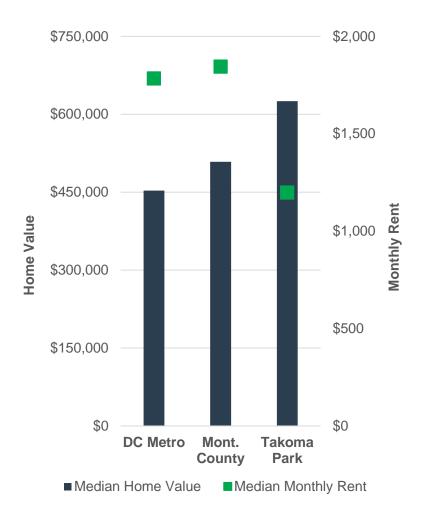
- Most housing in Takoma Park was built prior to 1960
- Since 2010, there have been 61 issued permits for new housing construction, covering single family homes and ADUs
- Since 2010, the DC metro area has added over 300,000 new households, an increase of 15%



## **Takoma Park's Housing Context**







**Rental Unit Share by Type** 

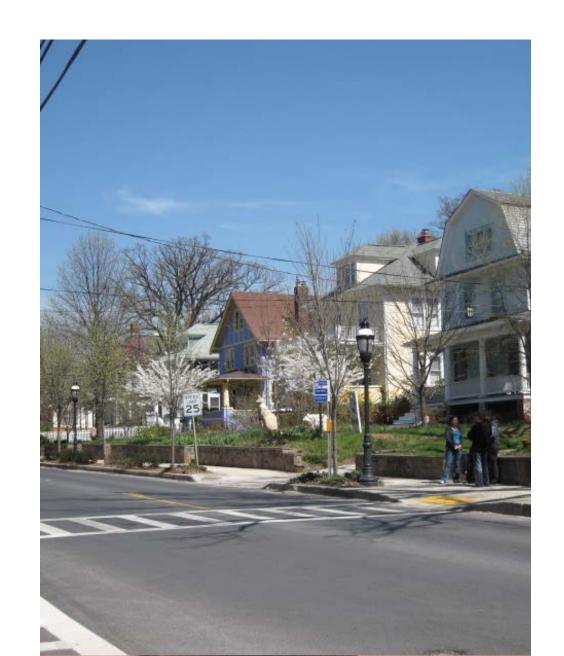
**Household Income** 

**Home Values/Rent** 

### **Rent Stabilization**

- The City's Rent Stabilization law governs roughly ½ of the City's rental units.
- Exemptions: Single Family, Owner-Occupied Duplexes, ADUs, Deed Restricted Affordable Housing
- Using Montgomery County's 2022 Income Limits
  - 14% of rent stabilized units are affordable for extremely low income residents (30% AMI)
  - 93% would be considered affordable for very low income residents (50% AMI)
- In many cases, rent stabilized apartments have rents lower than subsidized affordable housing

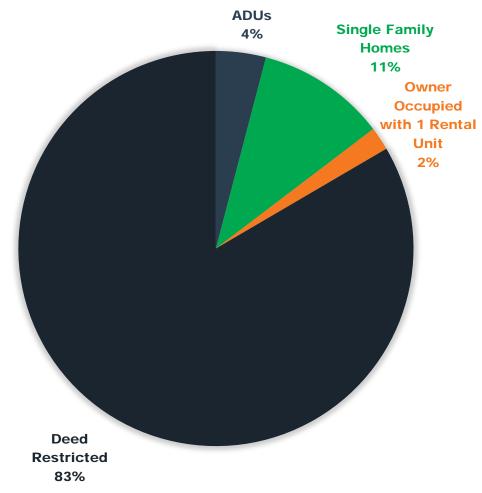
Beds	Share of Units	Average Rent	Median Rent		Difference (50% AMI Rent – Median Rent)	Units Below 50% AMI Rent
0	5%	\$945.90	\$829.50	\$1,246.00	\$416.50	77%
1	40%	\$996.76	\$971.00	\$1,335.00	\$364.00	93%
2	44%	\$1,190.46	\$1,141.00	\$1,601.00	\$460.00	94%
3	11%	\$1,458.74	\$1,469.50	\$1,850.00	\$380.50	97%



### **Exempt Properties**

- Deed Restricted Housing (26 properties) account for over 80% of exempted units (~1,300 units)
- Deed Restricted Housing has an agreement with a government agency (County/State/Federal) limiting rents charged to residents
- Nearly all are owned by non-profit/affordable housing entities:
  - Montgomery Housing Partnership
  - Victory Housing
  - Housing Opportunities Commission of Montgomery County
  - Coalition Homes

#### **EXEMPT UNITS BREAKDOWN**





## **Housing Quality & Reinvestment**

- In the past year, DHCA has found 14 property maintenance violations per inspection on average
- Typical violations involve wall repair/painting, window replacement/window guards, door replacement, bathroom repair, etc.
- While concrete foundations and brick exteriors can have long lifespans, many systems within a building often have 20-50 year lifespans
  - Roof (20-40 years)
  - Doors & Windows (25-30 years)
  - Water Systems (15-30 years)
  - AC/Heat (15-30 years)
  - Electrical/Gas (15-40 years)
  - Unit Appliances and Furnishings(5-20 years)
- As buildings age, more systems begin to require significant maintenance or retrofits



## Larger Scale Multi-Family Goals

- Maintain Existing Subsidized Affordable Housing
- 2. Encourage investment in endof-life cycle building systems
- Incentivize innovative infill opportunities for additional housing units and neighborhood commercial opportunities



## Smaller Scale Multi-Family Goals

- Incentivize investments in green building systems
- 2. Work to provide technical assistance/best practices
- Encourage tenant purchase through TOTP programs



#### **Single Family/Duplex Goals**

- Connect homeowners with County/State programs
- 2. Allow for multi-generational housing
- 3. Foster Low & Moderate Income Homeownership Opportunities

## FY 2023 Accomplishments

#### 112 Lee Avenue



The City, in partnership with Mi Casa and the County assisted residents in turning their 15-unit apartment into a limited equity cooperative in October 2022. The City provided \$10,000 to help finance technical assistance work and helped secure \$600,000 in state grants to finance the purchase and renovation.

#### 320 Lincoln



Using it's first right of refusal, the City assigned its rights to HIP, who renovated the property for a moderate-income family. The City provided a silent second loan of \$200,000 as part of the sale in October 2022.

#### **HomeStretch**



The City had 1 HomeStretch purchase this year, which assisted a resident in purchasing a Condominium in the City.

## Multifamily Building Improvement Program

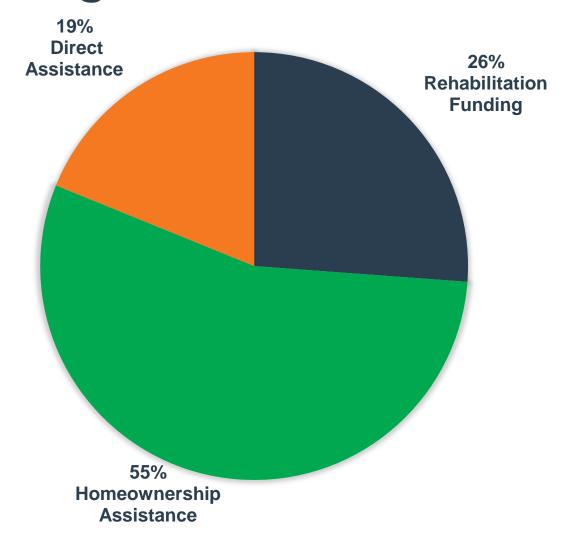
13 Grants totaling \$183,000 which leveraged \$547,000 in private investment to rehabilitate multi-unit properties; benefiting 140 rental units.





\$250,000 to support Montgomery Housing Partnership in their rehabilitation of a 96-unit affordable housing complex on New Hampshire Avenue

### Housing Investments Breakdown



The City has leveraged \$5.21 in funding for every \$1 provided

100% of eviction prevention households followed up with were still in their home 3 months after assistance and only 1 in 4 were behind on rent.

### **Landlord-Tenant Work**



#### By The Numbers



**Public Inquiries** 

833

**Emergency Rental Assistance Aid** 

\$159,000

Other Emergency Assistance

\$42,000

Households Assisted

66

**COLTA Cases Overseen** 

13

Amount Returned to Tenants

\$1,200

## FY 2024 Work Plan

## FY24 Work Plan Agenda

1 Housing Preservation

2 Housing Production

3 Community Outreach

Housing Law

Tenant Opportunity To Purchase Program

Review Existing Policies

Tenant/Landlord Engagement

Rental Licensing Software Upgrade

Multifamily Building Grant Program

Explore Innovative Housing Types

Website Redesign

Rental License
Management and
Rent Stabilization
Monitoring

Right of First Refusal Program

Housing Development Technical Assistance

**Best Practices Materials** 

Landlord-Tenant Mediation/COLTA Staffing

Home Stretch Program

## Tenants to Owners Program

Through a State Grant – Funding for Tenant Associations to:

- Get expert help to study if they can purchase their building
- Financial Assistance for the purchase & renovation of their building

#### **Phase I Application (Technical Assistance) is live:**

https://app.smartsheet.com/b/form/605ac4f9652641efb4412 e69cacd0993

Staff held bilingual webinars in August and sent out informational fliers in English, Spanish, and Amharic to encourage interested residents to reach out.

## **Tenants** → **Owners**



Interested in owning your apartment building with your neighbors? If so, you may be eligible for assistance in the purchase of the building and in making needed repairs to extend the life of the home!

# C TAKOMA APPRATO

## Contact the Housing Division:

Email:
housing@takomaparkmd.gov
Phone:

301-891-7119





## Multifamily Building Improvement Grant Program

The City is partnering with the County, Green Bank, & CHEER to focus on electrification for small-scale multifamily buildings



Applied for the BuildingsUP award (Decision expected later this month)



**Program is planned to launch January** 2024



## Right of First Refusal Program

Develop a list of qualified list of nonprofit developers to partner with to utilize the City's right of first refusal to create affordable housing.



## **Fostering Diverse Housing**

#### **Review Policies**

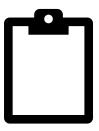
Review City policies to see how the City encourage the creation of multigenerational housing and a variety of housing to fit the needs of all residents.

#### **Pilot Diverse Housing Types**

Work with builders and owners to pilot innovative building types such as modular housing, ADUs, and "missing middle" housing.

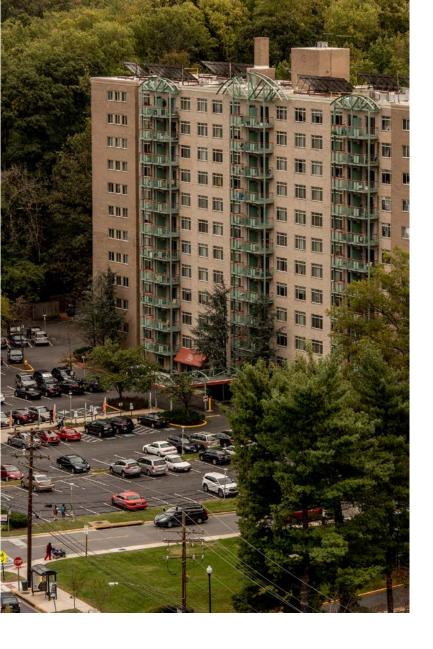
#### **Technical Assistance**

Work with individuals interested in building housing to assist them in creating new housing opportunities which meet City goals.









## **Community Outreach**

- Connect Tenant Associations to share experiences and empower residents in working with building management
- Update the Housing website to provide necessary information 24/7.
- Partner with organizations such as MHP's Apartment Assistance
   Program to provide small-scale landlords with resources and technical assistance
- Initiate Community Conversations on Housing to identify policies and programs to best serve all residents and promote quality affordable housing in the City
- Develop and distribute materials which outline best practices for tenants and landlords in multiple languages

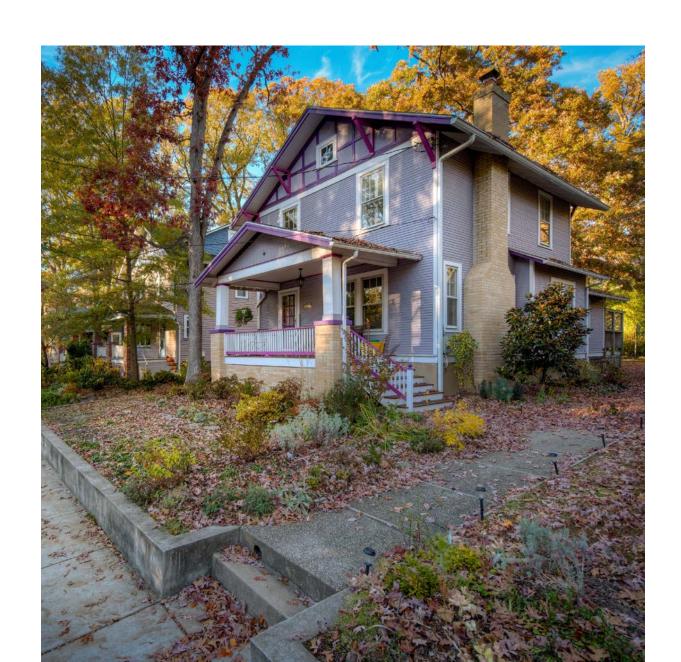
## Rental Licensing Software

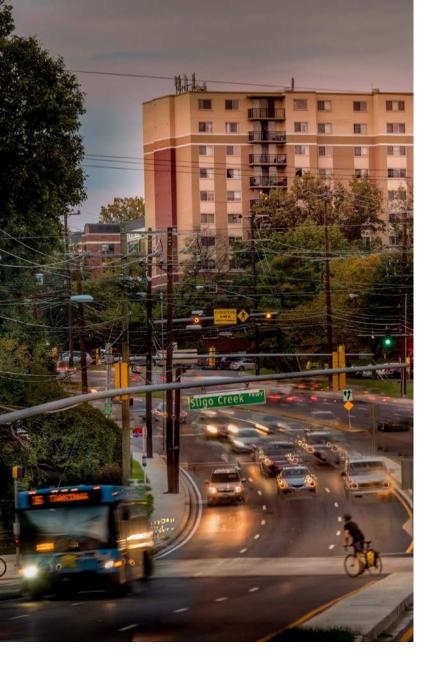
Implementation of a new licensing software for rental licenses and rent reporting to improve customer service, streamline processes, and reduce costs.

Staff are Currently designing and testing the platform with our new vendor.

Planned Implementation: December 2023







### **Our Big Questions**

How do we empower landlords and tenants to have productive conversations?

How do we attract quality investors and developers to create needed housing types in Takoma Park?

How do we provide a pathway to improved housing opportunities for existing Takoma Park tenants and homeowners?

CITY OF TAKOMA PARK



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