



MCCCD

Senate Housing and Homelessness Prevention Committee

January 12, 2023



MCCD HOUSING MEMBERS

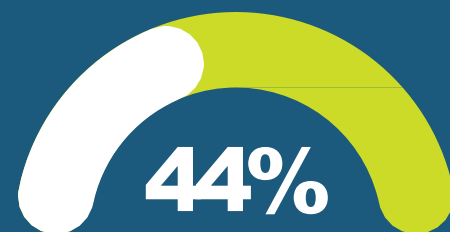
Aeon
African Development Center
Alliance Housing Incorporated
American Indian CDC
Artspace Projects Inc.
Beacon Interfaith Housing Collaborative
Build Wealth Minnesota
Building Blocks
City of Lakes Community Land Trust
Clare Housing
CommonBond Communities
Community Housing Development Corporation
Dayton's Bluff Neighborhood Housing Services
East Side Neighborhood Development Company
Greater Metropolitan Housing Corporation
Hmong American Partnership
Homes Within Reach
Hope Community
Model Cities
Neighborhood Development Alliance
NeighborWorks Home Partners
New American Development Center
Northcountry Cooperative Foundation
Northeast CDC
Northside Residents Redevelopment Council
PRG, Inc.
Project for Pride in Living
Redesign, Inc.
Riverton Community Housing Association
Rondo Community Land Trust
RS Eden
Twin Cities Habitat for Humanity
Twin Cities Housing Development Corporation
Two Rivers Community Land Trust
Urban Homeworks
West Bank CDC

MCCD is an association of 50 nonprofit community development organizations and Community Development Financial Institutions (CDFIs) committed to expanding the wealth and resources of neighborhoods through affordable housing opportunities and economic development initiatives.

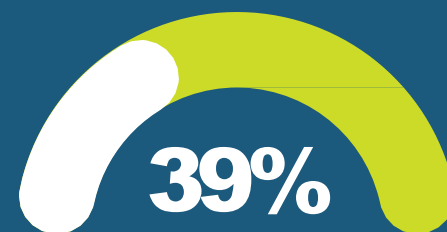
COLLECTIVE IMPACT

MCCCD conducted a comprehensive Member Impact Survey to compile insights and feedback about the consortium's current areas of work, priorities, and goals. With a 70% response rate, we believe this impact report represents an accurate snapshot of the community development field.

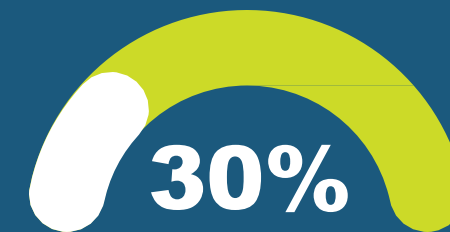
What do our members do?



Community
Building



Rental
Housing



Homebuyer
Services

COLLECTIVE IMPACT

In 2021, MCCCD members...

250+

Created or preserved **250** affordable homeownership opportunities

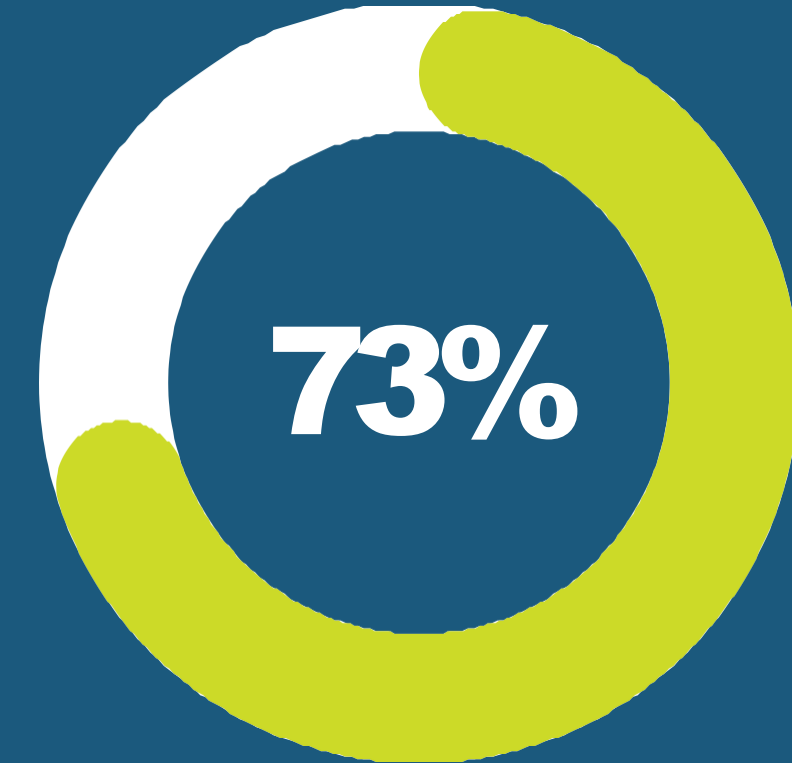
6,100+

Helped more than **6,100** households with homebuyer services

Total Current Rental Portfolio...

28,592

MCCCD members have created or preserved over 28,592 permanently affordable rental homes in Minnesota



Of the rental or homebuyer households assisted by our members, 73% identify as Black, Indigenous, or People of Color (BIPOC)

THE NEED



30% AMI

for a family of 4

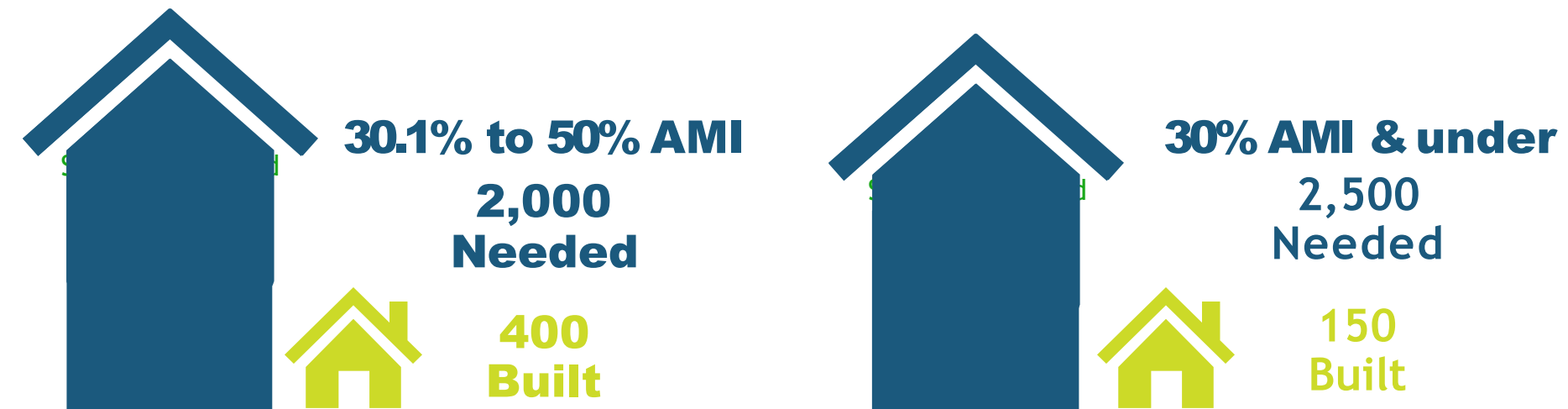
Metro - \$31,450
Greater MN - \$23,964

50% AMI

for a family of 4

Metro - \$52,450
Greater MN - \$39,942

Annual Affordable Housing Need



Minnesota needs to **build 4,500 units** annually of housing affordable to households **at or below 50% AMI**. We currently only build 550. New construction of affordable housing across the state cannot keep up with demand without bigger investments and increased access to funding

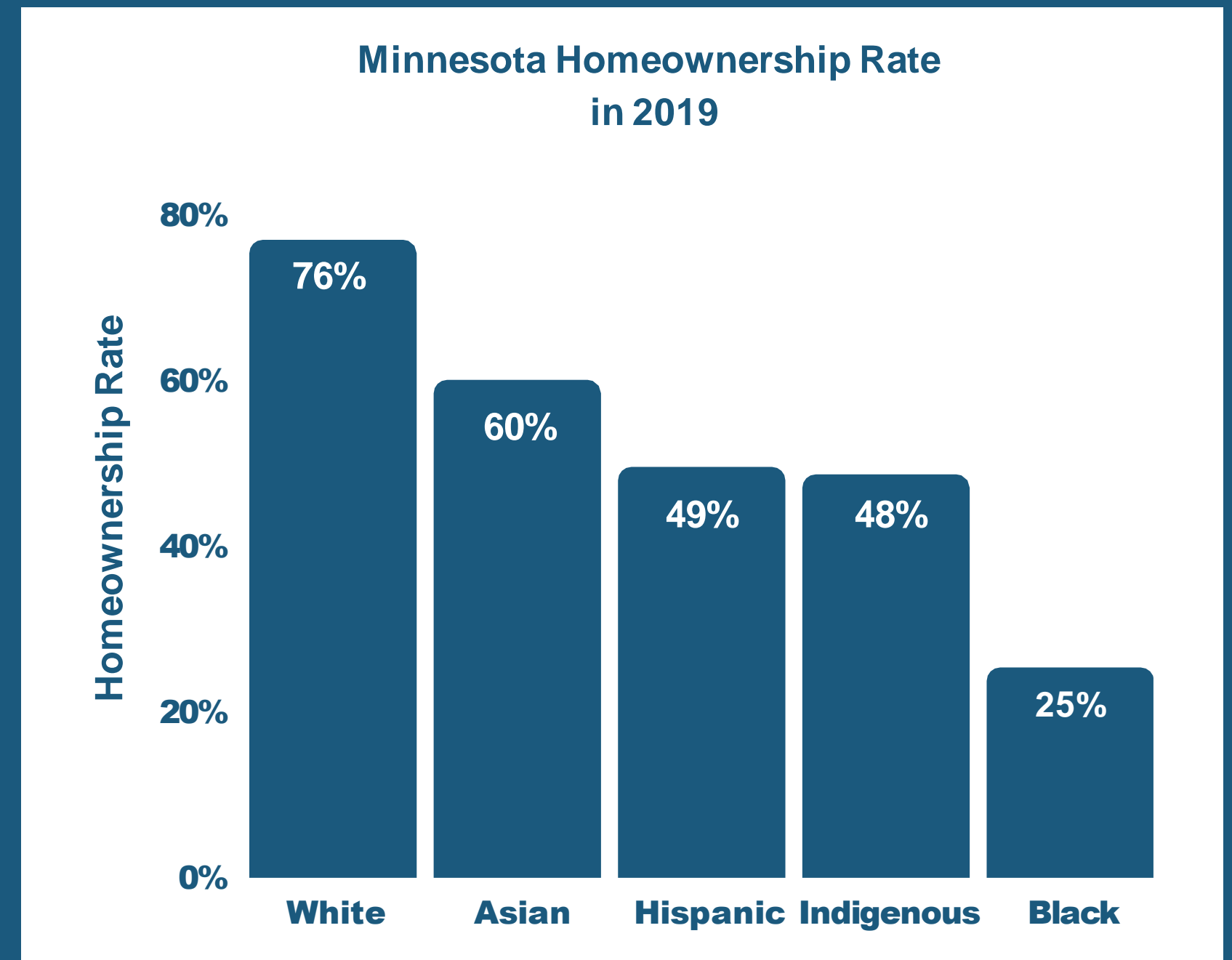
Source: Minnesota Housing, 2021.

WHAT THE FACTS SHOW

Homeownership Readiness

The disparity between the White homeownership rate and the homeownership rate of BIPOC households in Minnesota remains **one of the worst in the nation**

61,000 BIPOC households are income-qualified for homeownership but continue to rent at all affordability levels



Source: Federal Reserve Bank of Minneapolis, 2021.

MCCD MEMBERS UTILIZE STATE
FUNDING RESOURCES FOR A
MAJORITY OF THEIR PROJECTS

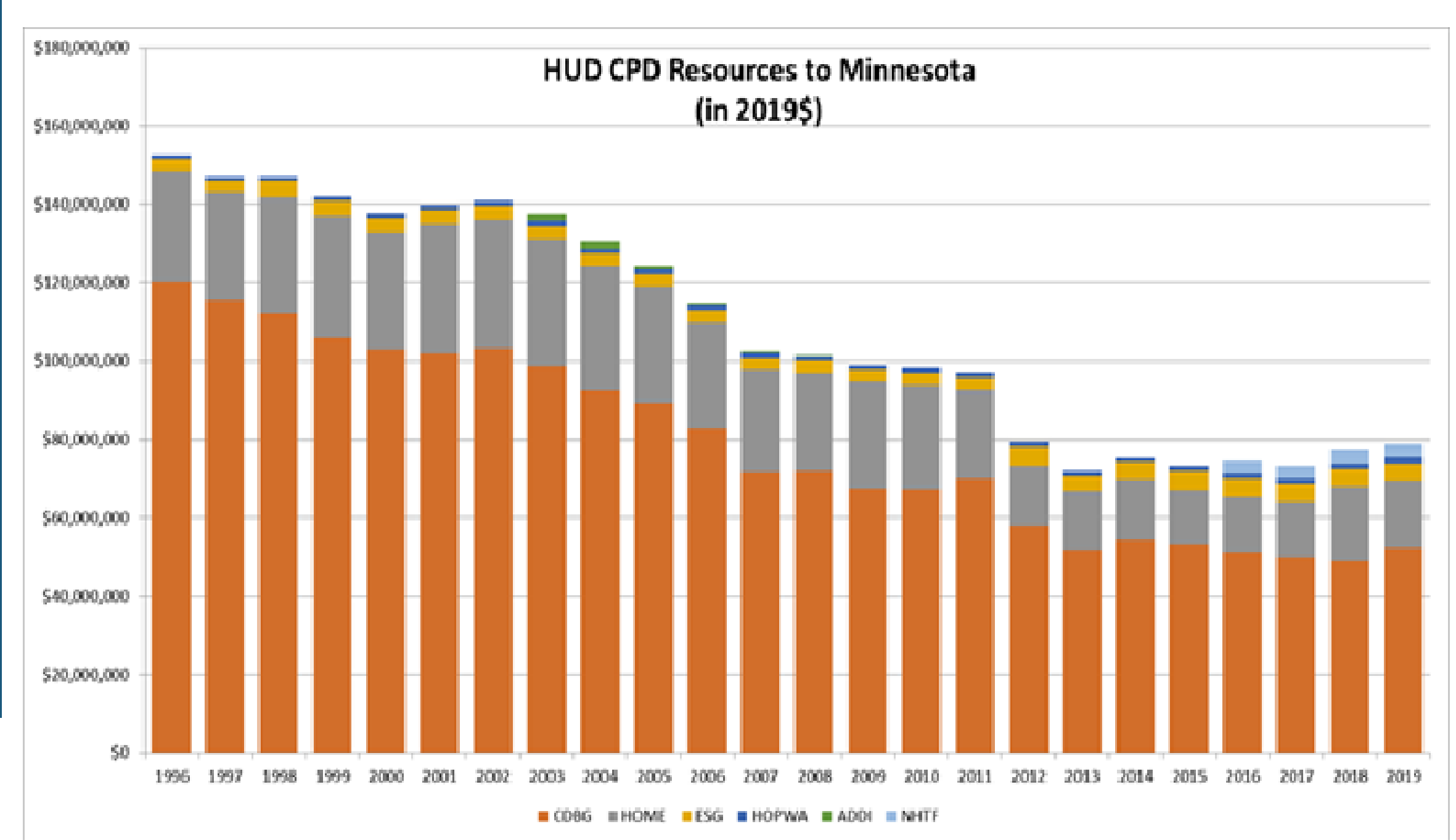


A BRIEF HISTORY OF HOW WE GOT HERE

The funding of affordable housing is complex, but to break it down:

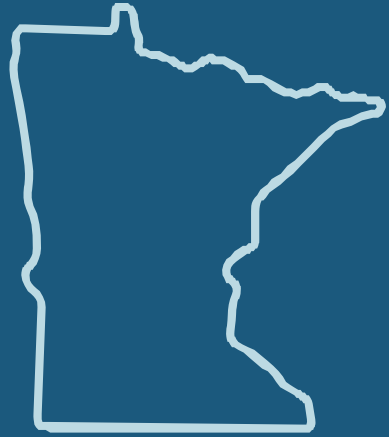
1. The creation of the Federal Department of Housing and Urban Development in the 1960s was meant to take on affordable housing. BUT, the Federal Government has disinvested in housing resources.
2. Past policies and practices were explicitly and implicitly racist which is why racial disparities exist across the entire housing continuum.
3. State & Local governments now have to build into their budgets funding to support the development and preservation of affordable housing.

EXAMPLE: Federal HUD Community Planning & Development Funding



EXISTING & EMERGING CONCERNS

- 
- **Financing Gaps**
 - **Increased Property Taxes**
 - **Rising Insurance Rates**
 - **Lack of Inventory**
 - **Growing Rental Arrears from Residents**
 - **Lack of confidence in available funding to plan for future projects.**



HOUSING PIPELINE 2023

350 Homeownership Units

2,360 Multifamily Units

935 Cooperative Housing Units

The
Opportunity

Start With
Home

\$1 Billion in Bonds for
Housing:

\$250M in GO Bonds for Public
Housing Rehab

\$750M in HIBs Over
Two Years

Contact Us

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