



Senate Housing and Homelessness Prevention Committee

February 4, 2025

MCCD HOUSING MEMBERS

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

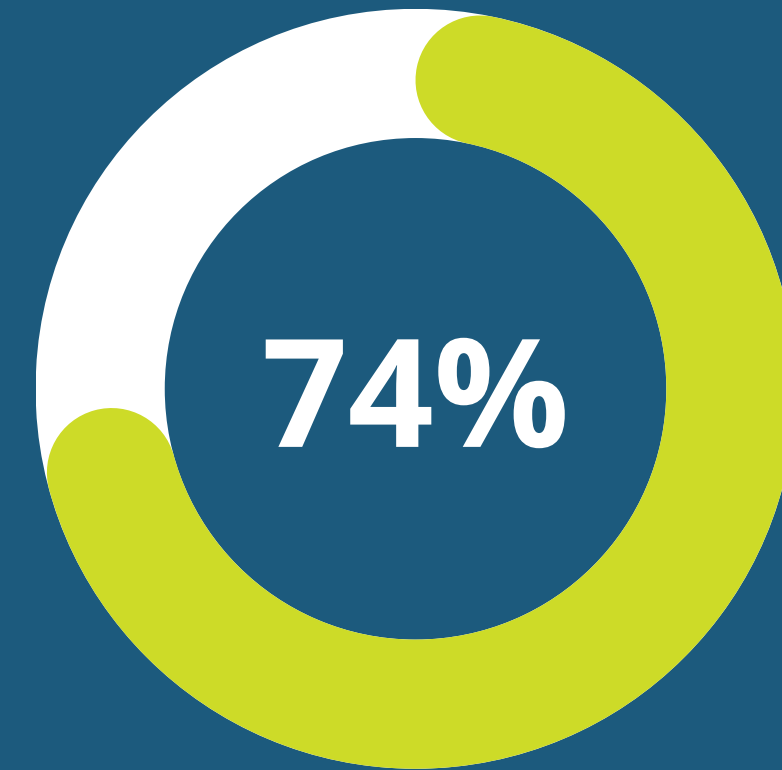
MCCD is an association of nonprofit community development organizations and Community Development Financial Institutions (CDFIs) committed to expanding the wealth and resources of neighborhoods through affordable housing opportunities and economic development initiatives.

COLLECTIVE IMPACT

To date, MCCCD members...

Have created or preserved
more than **30,000 units of
affordable housing**

supporting thousands of
MN households (both
rental housing and
homeownership)

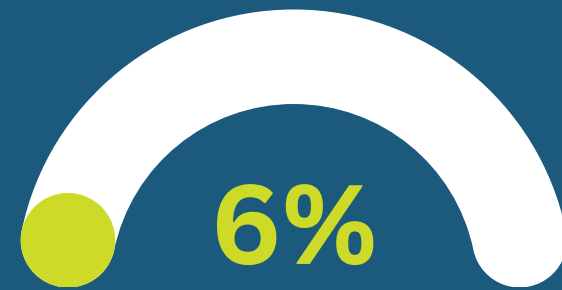


Of the rental or homebuyer
households assisted by our members,
74% identify as Black, Indigenous, or
People of Color (BIPOC)

EXISTING & EMERGING CONCERNS

- Rising Insurance Rates
- Closure or Sale of Affordable Units
 - Displacing Residents Currently Stably Housed
- No Operating Funding/Support
 - Increased Need for Supportive Services Funding
- Lack of Available Inventory
- Growing Rental Arrears from Residents

Annual Affordable Housing Needs Unmet in Minnesota



150 of 2,500

needed homes at
>30% AMI constructed



400 of 2,000

needed homes at
30-50% AMI constructed



WHAT CAN BE DONE **THIS SESSION**

Housing Infrastructure Bonds (HIBs)

- Housing Infrastructure Bonds (HIBs) are the largest state source of capital for affordable housing development and preservation — but only 1 in 5 projects that apply for resources from the Minnesota Housing Finance Agency are able to be funded.



Since 2012, HIBs have preserved or created more than **7,000 affordable homes in communities across Minnesota**

Economic Development and Housing Challenge Program

- Used in Greater Minnesota and the metro area, the Challenge Fund is one of MHFA's most versatile funding sources to create housing that supports economic development and local workforces.

Since 2020 alone, funding from the Challenge Program has built or preserved...



1,300 NEW HOMES

800+ UNITS

of affordable
rental housing

Task Force on Homeowner's and Commercial Property Insurance

- Rising insurance rates and changes in coverage are deeply impacting our members and the communities they serve. We need a state task force to prevent disruptions or loss to housing development and preservation, and to support the long-term sustainability of Minnesota's housing infrastructure.
- **Multifamily Operators**
 - Our multifamily members are spending thousands of dollars working with insurance brokers to find insurance providers for their properties - sometimes contacting 65+ providers to get a single quote.
- **Homeowners**
 - For homeowners, insurance rates are increasing as much as \$300 a month making their once stable housing costs no longer affordable.

MCCD AND ITS MEMBERS
THANK YOU FOR THE
OPPORTUNITY TO TESTIFY
TODAY



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