



Minnesota Housing Updates

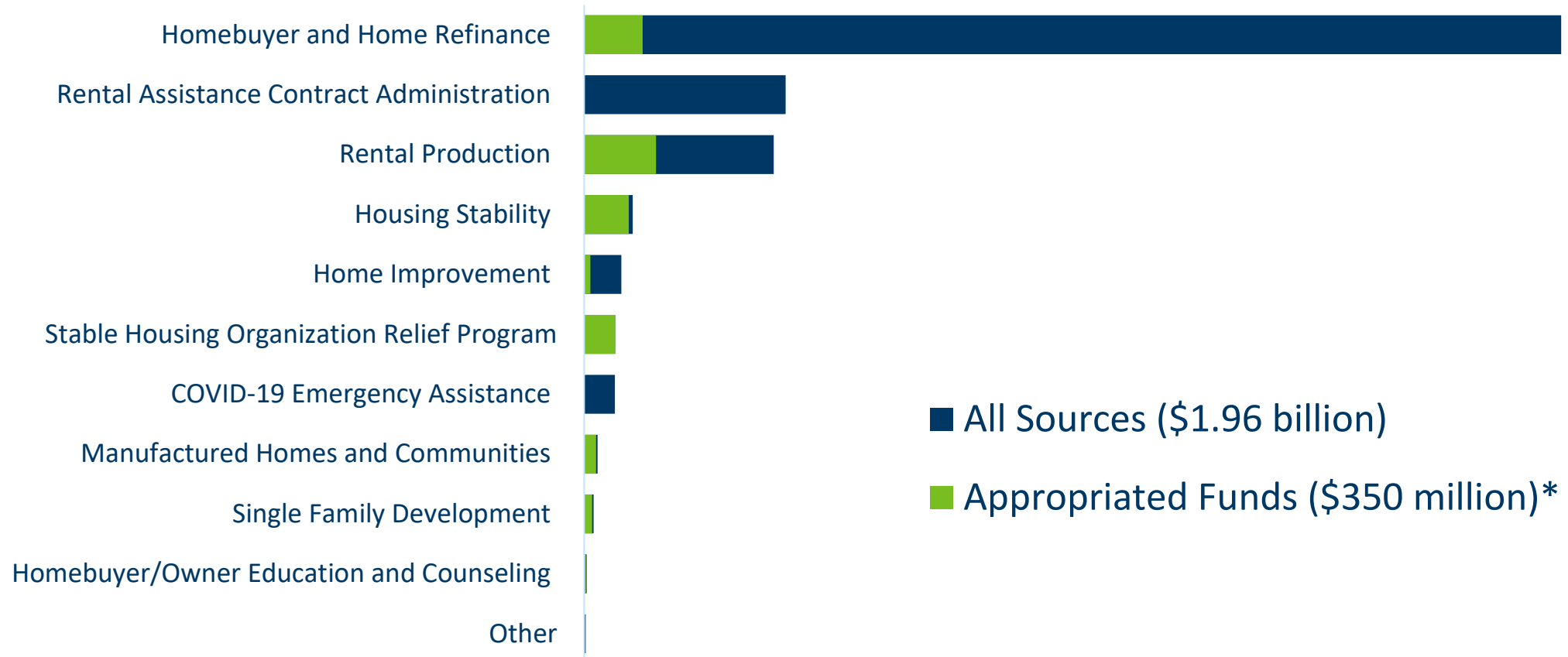
Jennifer Leimaile Ho, Commissioner

February 18, 2025

Federal Context

FY 2024 Program Expenditures Totaled \$1.96 billion

Minnesota Housing served more than 73,600 households in FY 2024



*appropriated funds come from multiple years

Federal Housing Resources in Minnesota

Federal resources come to Minnesota via several federal agencies including U.S. Departments of Housing and Urban Development (**HUD**), Agriculture Rural Development (**USDA RD**), Health and Human Services (**HHS**), Energy (**DOE**) and **Treasury**. Recipients include individuals, local organizations, local jurisdictions, and state agencies.

Programs/Uses	Recipients
• public housing operating and capital • Section 8 Housing Choice Vouchers • USDA rent assistance and lending • energy efficiency improvements • homelessness assistance • housing development funds • home energy assistance • weatherization • Community Development Block Grants	• Public Housing Authorities • homelessness service providers (CoC) • technical assistance providers • property owners (homeowners and managers) • cities and counties • Community Development Financial Institutions • Department of Commerce • Employment and Economic Development • Department of Human Services

Ongoing Federal Resources to Minnesota Housing

US Department of Housing and Urban Development (HUD)

HOME	\$8-10 million	Capital for development serving low- to moderate-income households.
National Housing Trust Fund (NHTF)	\$3-4 million, up to \$10 million	Capital for development serving very low-income households.
Housing Opportunities for Persons with AIDS (HOPWA)	Less than \$450,000	Short-term rental assistance

HUD Rental Assistance

Project-based Rental Assistance (PBCA)	Around \$250 million	Serves 34,000 households. Median income is less than \$15,000.
Section 811	Recently awarded \$7 million	Additional funds serve 300 more households

Treasury Resources

Includes low-income housing tax credits (LIHTC) and private activity bonds

- HUD Secretary, Scott Turner, confirmed February 5
- Federal funding uncertainty
 - Previous awards
 - Existing programs
 - Budget deliberations for FY 25
 - Tax bill
- HUD staffing anticipated to be significantly reduced

Updates on Implementation

Upcoming Funding Opportunities

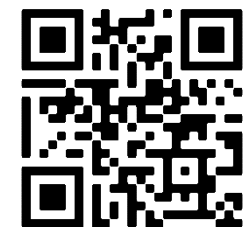
RFPs Opening Soon:

- Bring It Home Rental Assistance* – February
- Greater MN Tier II Cities* – ITA now open; RFP February
- Greater MN Infrastructure* – Est. March
- Community Stabilization – Multifamily NOAH* – Est. April
- Consolidated RFPs for Multifamily and Single Family - April

RFPs Open Now:

- Homeownership Investment Grants*
- Local Housing Trust Fund*
- Publicly Owned Housing Round II
- Housing Challenge Funds for Schools

*See open and upcoming
funding opportunities at
mnhousing.gov*



*identifies new program

New Programs Will Be Oversubscribed

The Local Housing Trust Fund grant program

- 66 responses to 'Intent to Apply' for \$12.2 million (\$5.8 available)
- RFP is open, due on 3/19

Statewide Affordable Housing Aid Tier II Intent to Apply

Bring It Home

- Up to 5,000 households to be served
- Over 50 responses with grantees asking for more than their estimated allocation
- Over 25,000 households are on a local 'waiting list' for federal housing choice vouchers

Agency Reports

Annual Program Assessment



- Comprehensive report of all agency activity for the Fiscal Year
- Expenditures for closed loans from prior RFP rounds (*different from new RFP selections*)
- People served and demographics
- Number of units produced or preserved
- Funding by region and more!

Scan to visit the reports
page at mnhousing.gov



Program Assessment Highlights



**Median
Homeowner
Income**

\$89,390



**Median
Homebuyer
Income**

\$77,336



**Median
Renter Income**
(not including
Section 8)

\$14,734

Program Assessment Highlights

- 112% increase in Minnesota Housing home mortgage lending since 2014
- Served 14,151 households, with annual incomes typically less than \$12,500.
- 48% of competitive assistance flowed to Greater Minnesota and 52% to Metro area
- Applicants requested \$1.587 billion in state and federal resources through 2024 Requests for Proposals for rental housing and single family development

Operating Costs Report



- Operating costs anticipated to be \$54.8 million in FY 2025
 - \$48.1 million in FY 24
- Total assistance provided in FY 2024 was \$1.962 billion
- Our ratio of operating expenses to assistance provided was 2.45%

Contact Us

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