



2020-2024 HUD Consolidated Plan

Open House Presentation - November 12, 2019

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Tonight's Schedule

Presentation

- What is the Consolidated Plan?
- HUD funding sources and uses
- Plan timeline

Community Needs and Priorities Activity

- We tell you what we have learned about community needs related to housing, public services, public facilities/infrastructure, economic development
- You tell us what you think are the **priorities**

What is the Consolidated Plan?



5-Year Plan
required by
HUD



Assessment of the
City's housing and
community
development needs

- ✓ Housing
- ✓ Public services
- ✓ Public facilities
- ✓ Public infrastructure
- ✓ Economic development



Identifies
priorities for
investment

Three stacked horizontal bars representing HUD funding categories: an orange bar with "CDBG FUNDS", a blue bar with "HOME FUNDS", and a green bar with "ESG FUNDS".

Outlines how
HUD federal
funds will be
used



Consistent with the
2040 Comprehensive
Plan policies

What are the HUD funding sources?

Community Development Block Grant (CDBG)

\$6.7M anticipated for 2020

OBJECTIVE: To provide decent housing and suitable living environment and expand economic opportunities

Activity needs to accomplish one of the following national objectives: (1) **Benefit low/moderate income individuals**, (2) **Aids in prevention/elimination of slums or blight**, (3) **meets an urgent need**.

ELIGIBLE USES:

- Homeownership assistance, housing rehabilitation
- Acquisition of real property, relocation assistance
- Public facilities/improvements
- Code compliance, removal of architectural barriers
- Public services (not to exceed 15% of grant)
- Special economic development assistance to for-profit entities
- Commercial/industrial improvements by the City
- Planning/program oversight

Home Investment Partnerships (HOME)

\$1.76M anticipated for 2020

OBJECTIVE: To provide, develop, support, produce, and expand the supply of decent and affordable housing to serve low- and very low income persons

ELIGIBLE USES:

- Mortgage assistance for purchase of single family homes for low-income persons
- Acquisition/rehabilitation of single-family and multi-family housing
- New construction

Emergency Solutions Grant (ESG)

\$578K anticipated for 2020

OBJECTIVE: To prevent homelessness and to assist those already homeless

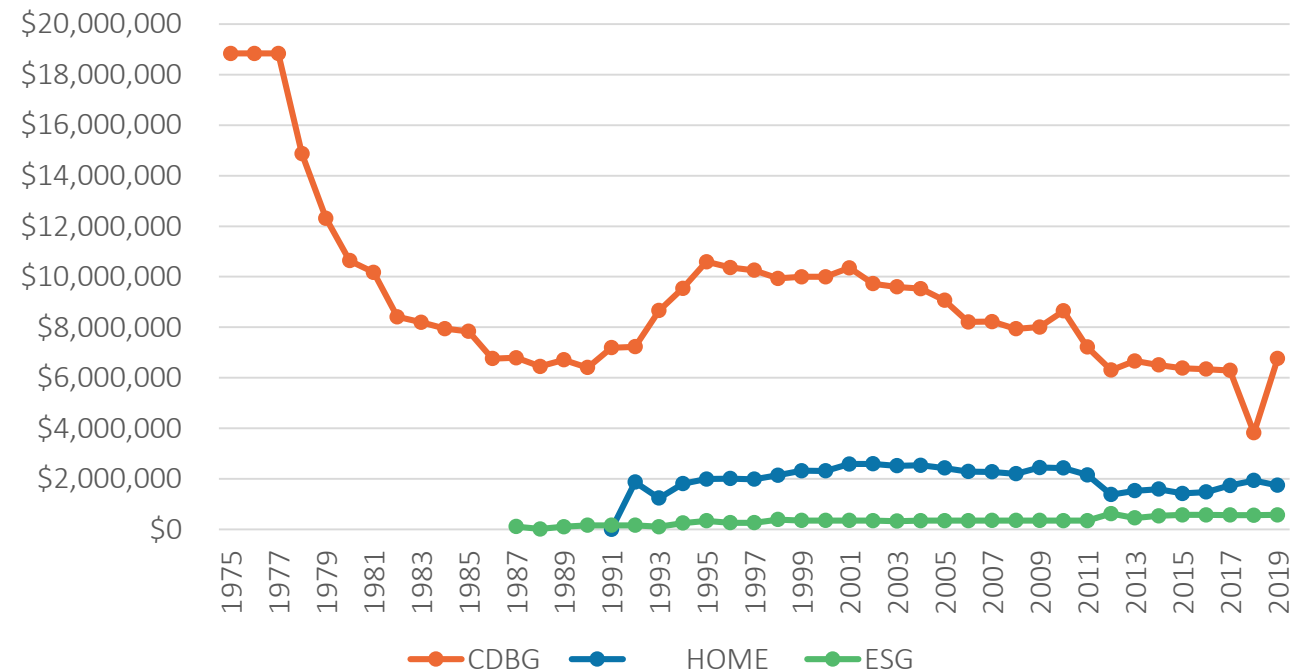
ELIGIBLE USES:

- Rapid Re-Housing
- Emergency Shelter Services
- Street Outreach
- Homeless Prevention

How has HUD funding changed over time?

- **CDBG** funding has decreased drastically from \$10-18M to \$6M
- Until 2011, **HOME** funding averaged more than \$2M, since decreased to average of \$1.6M
- Until 2011, **ESG** funding was \$100K-350K, since increased to average of \$560K

HUD Funding to Saint Paul (1975-2019)



What is the funding used for?

- Distributed to City programs and activities, Community Development Corporations, District Councils, other nonprofit organizations
- Highest receiving goals:
 3. Housing Rehabilitation (43% of total funds)
 2. Development of New Housing (18% of total funds)
- Other goals that receive high CDBG funding:
 8. Economic Development (11% of CDBG funds)
 9. Remediation of Substandard Properties (10% of CDBG funds)
 4. Public Improvements (7% of CDBG funds)
 7. Youth Employment (7% of CDBG funds)

COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)

2. DEVELOPMENT OF NEW HOUSING

- Assist in the financing of new rental housing units and homeowner housing
- Rehabilitation of vacant structures (acquisition/rehab) or construction of new units - may include acquisition, demolition, and relocation

3. HOUSING REHABILITATION

- Carried out by the City and its Community Development Corporation partners
- Rehabilitation of affordable rental housing
- Rehabilitation of affordable homeowner housing

4. PUBLIC IMPROVEMENTS

- Renovation of existing public facility servicing low/moderate income neighborhoods (51% at below 80% AMI)
- Ex: Upgrades to a park or stormwater mitigation work

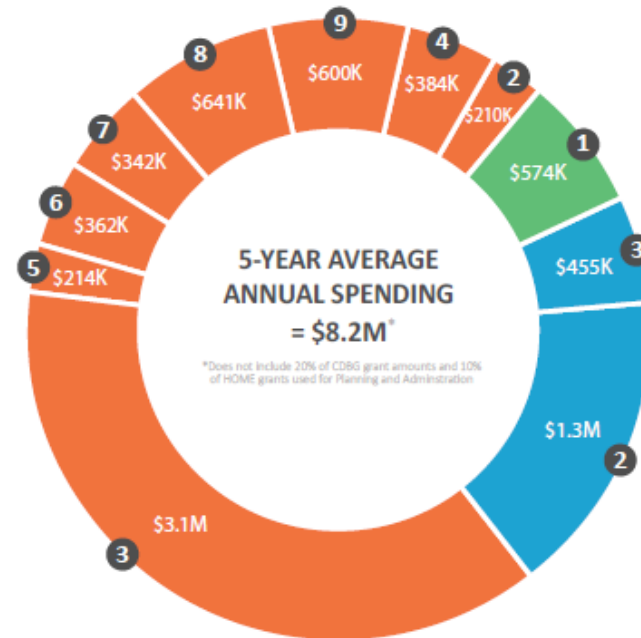
5. PUBLIC SERVICES

- Activities include fair housing activities, community engagement, domestic violence prevention, criminal restorative justice, health care, employment training, conflict resolution, emergency shelter

6. COMMUNITY ENGAGEMENT

- Funding for District Councils in Planning Districts 1-8, 11, and 17 (low/moderate income areas of the City)
- Activities include crime prevention, community outreach and development, and policy development

AVERAGE ANNUAL SPENDING 2015-2019



EMERGENCY SOLUTIONS GRANT (ESG)

1. HOMELESS PREVENTION

- Assist individuals and families experiencing homelessness or at-risk of homelessness
- Providing tenant-based rental assistance/rapid rehousing
- Providing overnight shelter
- homeless prevention
- street outreach

HOME INVESTMENT PARTNERSHIPS (HOME)

2. DEVELOPMENT OF NEW HOUSING

- Assist in the financing of new rental housing units and homeowner housing
- Rehabilitation of vacant structures (acquisition/rehab) or construction of new units - may include acquisition, demolition, and relocation.

3. HOUSING REHABILITATION

- Carried out by the City and its Community Development Corporation partners
- Rehabilitation of affordable rental housing
- Rehabilitation of affordable homeowner housing

7. YOUTH EMPLOYMENT

- Provides economically disadvantaged youth with educational and employment opportunities through remedial education, classroom and occupational skills training, and part-time employment

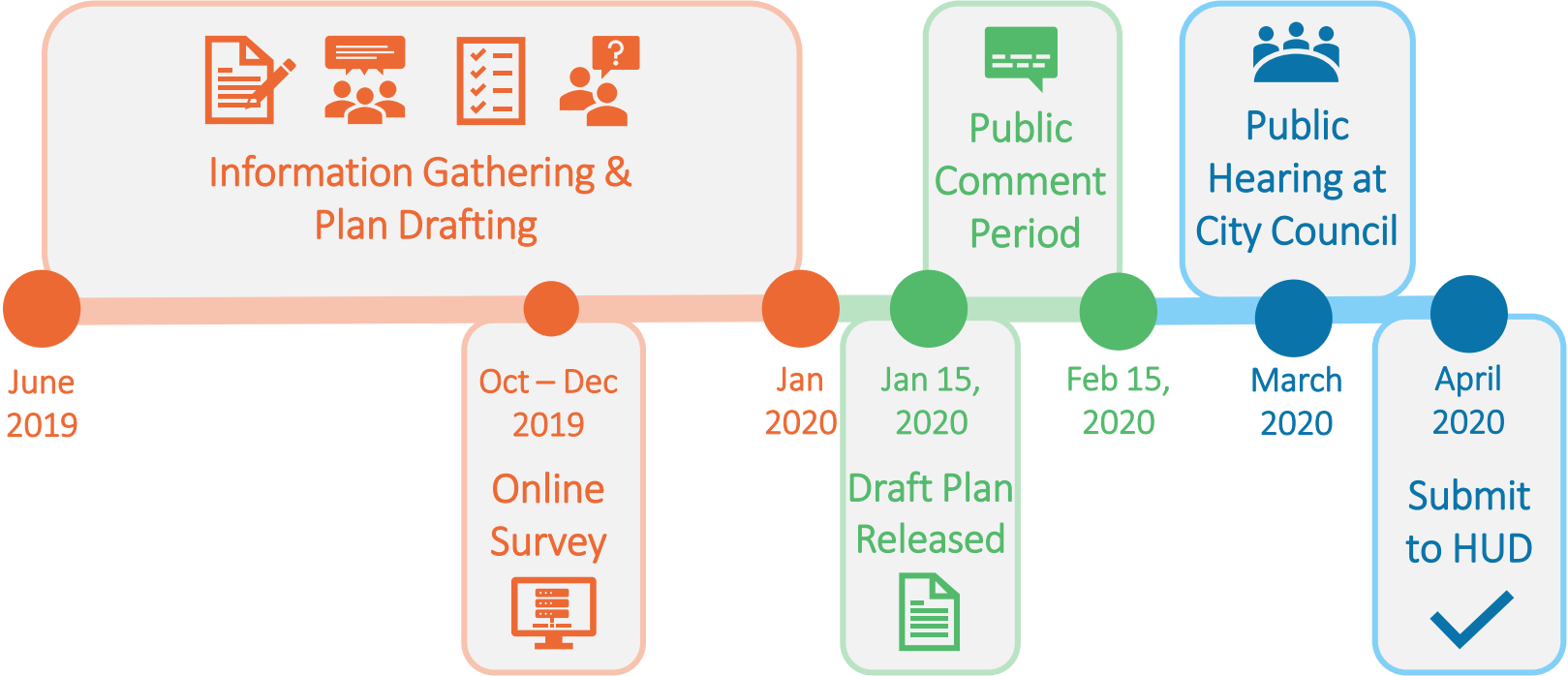
8. ECONOMIC DEVELOPMENT

- Carried out by the City or its Community Development Partners
- Facade treatment/business building rehabilitation
- Create/retain jobs
- Provide business assistance
- Public facility or infrastructure activities other than low/moderate income housing

9. REMEDIATION OF SUBSTANDARD PROPERTIES

- Demolishing nuisance or slum/blight properties

What's the Plan timeline?



What we've learned: housing needs

Affordable rental, ownership, senior housing:

- From 2000 to 2015, median home value has increased by 65% and median rent has increased by 44%, while median household income has only increased by 6%
- 32% of ownership households and 68% of renter households pay more than 30% of income for housing
- Of the 55,715 rental units, only 8,880 (16%) are affordable to the 26,460 households earning 0-30% of AMI (\$30,000 annual income)
- Of the 55,270 ownership units, only 7,055 (12%) are affordable to the 17,815 households earning 30-50% of AMI (\$30,000-\$50,000 annual income)
- 4,410 cost-burdened elderly homeowner households and 5,940 cost-burdened elderly rental households in Saint Paul

Sources: 2011-2015 CHAS data, 2000 Census, 2011-2015 ACS



What do you think are the housing priorities?

Possible Themes

- Affordability
- Homeownership
- Rental Housing
- Construction and Rehabilitation
- Property Maintenance and Safety
- Discrimination



What we've learned: public service needs

Homeless transitional housing/supportive housing services:

- 60% of homeless adults in MN are long-term homeless (homeless for a year or longer or homeless at least four times in the past three years)

Emergency shelters:

- 24% of homeless adults in MN have been turned away from shelter in the past 3 months due to lack of bed space

Homeless services for children and families:

- Children who are homeless with their parents make up 35% of the homeless population in MN

Mental health services:

- 60% of homeless adults have a serious mental illness

Intellectual/development disability services:

- 16,704 Saint Paul residents with a cognitive difficulty (because of a physical, mental, or emotional problem, having difficulty remembering, concentrating, or making decisions)

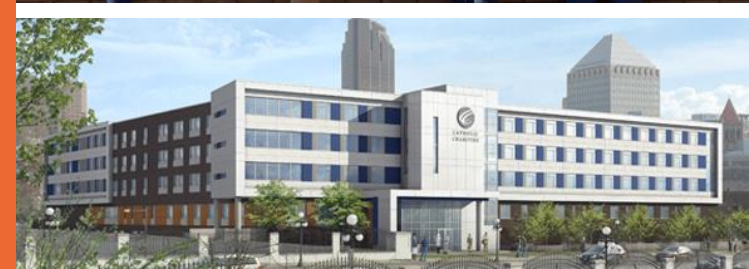
Sources: *Homeless in Minnesota*, Wilder Research, November 2016, 2011-2015 CHAS data, 2011-2015 ACS



What do you think are the public service priorities?

Possible Themes

- Community outreach
- Youth training and education
- Tenant advocacy
- Special needs and health services
- Homeless services



What we've learned: public facilities and infrastructure needs

Accessible-designed facilities:

- 15,976 Saint Paul residents with difficulty walking or climbing stairs

Recreational facility improvements:

- 27 of 49 recreation center buildings were evaluated to be of poor quality

Public facility improvements:

- Estimated \$15-20M in capital improvement needs across the Saint Paul Public Library System

Sources: 2011-2015 ACS, Saint Paul Parks and Recreation Department, Saint Paul Public Libraries



What do you think are the public facilities and infrastructure priorities?

Possible Themes

- Parks and recreation
- Accessibility
- Streets and sidewalks
- Stormwater management
- Blighted properties



What we've learned: economic development needs

Reduced unemployment:

- In 2017, overall unemployment rate was 6.7% and unemployment rate for people of color was 11%

Business development and job creation:

- Greater MSP projects the greatest job growth to occur in Health Care and Social Assistance (12.6%) and Educational Services industries (8.8%)
- City supports initiatives to help innovation sector businesses start up and grow

Higher educated and skilled workforce:

- MN Department of Economic Development has a priority of growing the state's technology sector
- 44% of unemployed city residents have a high school diploma (or equivalent) or less

Sources: State of Minnesota Department of Employment and Economic Development, 2013-2017 ACS, 2011-2015 ACS, Greater MSP (Minneapolis Saint Paul Regional Economic Development Partnership)



What do you think are the economic development priorities?

Possible Themes

- Employment opportunities
- Business assistance
- Rehabilitation of commercial and industrial properties



Thank you for coming!

Take the Consolidated Plan Survey at the project website:

stpaul.gov/ConPlan