## SENATE BILL 5578

State of Washington 64th Legislature

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2015 Regular Session

By Senators Dammeier, Darneille, and Conway

- AN ACT Relating to giving preferences to housing trust fund projects that involve collaboration between local school districts and housing authorities or nonprofit housing providers to help children of low-income families succeed in school; amending RCW 43.185.070 and 43.185.070; providing an effective date; and providing an expiration date.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 8 **Sec. 1.** RCW 43.185.070 and 2013 c 145 s 3 are each amended to 9 read as follows:
  - (1) During each calendar year in which funds from the housing trust fund or other legislative appropriations are available for use by the department for the housing assistance program, the department must announce to all known interested parties, and through major media throughout the state, a grant and loan application period of at least ninety days' duration. This announcement must be made as often director deems appropriate for proper utilization resources. The department promptly must then grant available applications as will utilize funds less administrative costs of the department as provided in RCW 43.185.050.
    - (2) In awarding funds under this chapter, the department must:

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1 (a) Provide for a geographic distribution on a statewide basis; 2 and

- (b) Until June 30, 2013, consider the total cost and per-unit cost of each project for which an application is submitted for funding under RCW 43.185.050(2) (a) and (j), as compared to similar housing projects constructed or renovated within the same geographic area.
- (3) The department, with advice and input from the affordable housing advisory board established in RCW 43.185B.020, or a subcommittee of the affordable housing advisory board, must report recommendations for awarding funds in a cost-effective manner. The report must include an implementation plan, timeline, and any other items the department identifies as important to consider to the legislature by December 1, 2012.
- (4) The department must give first priority to applications for projects and activities which utilize existing privately owned housing stock including privately owned housing stock purchased by nonprofit public development authorities and public housing authorities as created in chapter 35.82 RCW. As used in this subsection, privately owned housing stock includes housing that is acquired by a federal agency through a default on the mortgage by the private owner. Such projects and activities must be evaluated under subsection (5) of this section. Second priority must be given to activities and projects which utilize existing publicly owned housing stock. All projects and activities must be evaluated by some or all of the criteria under subsection (5) of this section, and similar projects and activities shall be evaluated under the same criteria.
- (5) The department must give preference for applications based on some or all of the criteria under this subsection, and similar projects and activities must be evaluated under the same criteria:
  - (a) The degree of leveraging of other funds that will occur;
- (b) The degree of commitment from programs to provide necessary habilitation and support services for projects focusing on special needs populations;
- (c) Recipient contributions to total project costs, including allied contributions from other sources such as professional, craft and trade services, and lender interest rate subsidies;
- 38 (d) Local government project contributions in the form of 39 infrastructure improvements, and others;

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- 1 (e) Projects that encourage ownership, management, and other 2 project-related responsibility opportunities;
- 3 (f) Projects that demonstrate a strong probability of serving the 4 original target group or income level for a period of at least 5 twenty-five years;
- 6 (g) The applicant has the demonstrated ability, stability and 7 resources to implement the project;
  - (h) Projects which demonstrate serving the greatest need;

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- 9 (i) Projects that provide housing for persons and families with 10 the lowest incomes;
- 11 (j) Projects serving special needs populations which are under 12 statutory mandate to develop community housing;
- 13 (k) Project location and access to employment centers in the 14 region or area;
- (1) Projects that provide employment and training opportunities for disadvantaged youth under a youthbuild or youthbuild-type program as defined in RCW 50.72.020; ((and))
- 18 (m) Project location and access to available public 19 transportation services; and
- 20 (n) Projects involving collaborative partnerships between local 21 school districts and either public housing authorities or nonprofit 22 housing providers, that help children of low-income families succeed 23 in school.
- (6) The department may only approve applications for projects for persons with mental illness that are consistent with a regional support network six-year capital and operating plan.
- 27 **Sec. 2.** RCW 43.185.070 and 2014 c 225 s 62 are each amended to 28 read as follows:
  - (1) During each calendar year in which funds from the housing trust fund or other legislative appropriations are available for use by the department for the housing assistance program, the department must announce to all known interested parties, and through major media throughout the state, a grant and loan application period of at least ninety days' duration. This announcement must be made as often the director deems appropriate for proper utilization resources. The department must then promptly grant applications as will utilize available funds less administrative costs of the department as provided in RCW 43.185.050.
    - (2) In awarding funds under this chapter, the department must:

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1 (a) Provide for a geographic distribution on a statewide basis; 2 and

- (b) Until June 30, 2013, consider the total cost and per-unit cost of each project for which an application is submitted for funding under RCW 43.185.050(2) (a) and (j), as compared to similar housing projects constructed or renovated within the same geographic area.
- (3) The department, with advice and input from the affordable housing advisory board established in RCW 43.185B.020, or a subcommittee of the affordable housing advisory board, must report recommendations for awarding funds in a cost-effective manner. The report must include an implementation plan, timeline, and any other items the department identifies as important to consider to the legislature by December 1, 2012.
- (4) The department must give first priority to applications for projects and activities which utilize existing privately owned housing stock including privately owned housing stock purchased by nonprofit public development authorities and public housing authorities as created in chapter 35.82 RCW. As used in this subsection, privately owned housing stock includes housing that is acquired by a federal agency through a default on the mortgage by the private owner. Such projects and activities must be evaluated under subsection (5) of this section. Second priority must be given to activities and projects which utilize existing publicly owned housing stock. All projects and activities must be evaluated by some or all of the criteria under subsection (5) of this section, and similar projects and activities shall be evaluated under the same criteria.
- (5) The department must give preference for applications based on some or all of the criteria under this subsection, and similar projects and activities must be evaluated under the same criteria:
  - (a) The degree of leveraging of other funds that will occur;
- (b) The degree of commitment from programs to provide necessary habilitation and support services for projects focusing on special needs populations;
- (c) Recipient contributions to total project costs, including allied contributions from other sources such as professional, craft and trade services, and lender interest rate subsidies;
- 38 (d) Local government project contributions in the form of 39 infrastructure improvements, and others;

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- 1 (e) Projects that encourage ownership, management, and other 2 project-related responsibility opportunities;
- 3 (f) Projects that demonstrate a strong probability of serving the 4 original target group or income level for a period of at least 5 twenty-five years;
- 6 (g) The applicant has the demonstrated ability, stability and 7 resources to implement the project;
  - (h) Projects which demonstrate serving the greatest need;

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- 9 (i) Projects that provide housing for persons and families with 10 the lowest incomes;
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- 13 (k) Project location and access to employment centers in the 14 region or area;
- (1) Projects that provide employment and training opportunities for disadvantaged youth under a youthbuild or youthbuild-type program as defined in RCW 50.72.020; ((and))
- 18 (m) Project location and access to available public 19 transportation services; and
- 20 (n) Projects involving collaborative partnerships between local 21 school districts and either public housing authorities or nonprofit 22 housing providers, that help children of low-income families succeed 23 in school.
- (6) The department may only approve applications for projects for persons with mental illness that are consistent with a behavioral health organization six-year capital and operating plan.
- NEW SECTION. Sec. 3. Section 1 of this act expires April 1, 28 2016.
- NEW SECTION. Sec. 4. Section 2 of this act takes effect April 1, 2016.

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