

DHCD Housing Innovation Pilot Program (HIPP) Information Session

Deadline: May 30, 2025



Purpose of Today's Meeting

- Provide information about:
 - Program overview
 - Available resources
 - Application and Administrative Processes
- Provide opportunity for questions and answers

Housing Innovation Pilot Program: Overview

- Provide funds for PHAs and county governments to increase the volume of mixed-income, cross-subsidized housing production
- Reward counties pursuing innovative solutions to the problem of housing scarcity

Funding Allocations

- Up to \$10 million for FY 2025
- DHCD will select up to 3 projects to receive assistance from the program - each in a different jurisdiction

Funding Details

- Fund may only be used to provide low- or no-interest loans to local housing authorities or to county governments partnering with housing developers
- May be used for projects where a county, with a local housing authority or housing developer, acquire existing private sector housing



Qualifying Projects

- Eligible entities:
 - Public housing authorities;
 - County governments partnering with a housing developer; or
 - County governments, in conjunction with a PHA or developer, to acquire existing housing
- Provide new housing in which:
 - At least 20% of the units are set aside for 50% AMI households; or
 - At least 40% of the units are set aside for 60% AMI households

Qualifying Projects, continued

- Eligible projects:
 - Acquisition of land/new construction;
 - Existing property with major rehabilitation; or
 - Existing multifamily properties with no major rehabilitation

Application Process

- 2-step Application
 - Application Submission Package due on May 30, 2025 at 12PM
 - Awarded projects will be required to submit an Awardee Submission
 Package within 90 days of award notification
- Application fee of \$2,500 for each project must be submitted (under separate cover) at the same time as or before application submission to Community Development Administration, Post Office Box 2524, Landover Hills, MD 20784

Incomplete applications will not be considered.



Application Submission

- MUST use HIPP Application Submission Kit and CDA Form 202 dated March 2025
- Submit a full electronic application through DropBox
- Complete the <u>Electronic Application Request form</u> in the <u>Multifamily Library</u> on the DHCD website to request a DropBox folder for each project
- The DropBox folders are organized into subfolders to match the Application Submission Package
- All documents must be uploaded prior to the application deadline
- 202s must be uploaded as Excel files
- Access to the project folders will be revoked on Friday, May 30, 2025 at 12 PM

Waiver Requests

- Waiver requests must be submitted in writing to the Director of Multifamily Housing via the <u>Waiver Request Form</u> in the <u>Multifamily Library</u> on the DHCD website
- Submit no later that 30 days in advance of HIPP application deadline
 - (by Wednesday, April 30, 2025)

- Project Readiness (6 points)
 - Housing ready for occupancy now (if existing property) (6 points);
 - Housing ready for occupancy within one (1) year of award selection date (4 points); or
 - Housing ready for occupancy within two (2) years of award selection date (2 points)

- Location (6 points)
 - Within ¾ of a mile from rail station (2 points);
 - Within an <u>ENOUGH Act census tract</u>(2 points);
 - Within a <u>Community of Opportunity</u> (2 points)

- Preferences (16 points)
 - Project does not use low-income housing tax credit (LIHTC) equity or tax-exempt volume cap;
 - Specified affordable set-asides remains restricted at elected levels for at least 99 years;
 - Project remains in public ownership; AND
 - Project includes a commitment to prevailing wage requirements.

- Innovation (10 points)
 - Projects should describe the innovative nature of the property and your plan for it. Projects will be scored and ranked, based on # of total units and uniqueness of the project, or model used to complete the project. Examples of innovations could include the following criteria:
 - Design/materials
 - Unique population
 - Leverage private/philanthropic
 - Location
 - Other



- Affordability (12 points)
 - Affordability over threshold requirement
 - 10% over required affordability (2 points)
 - 15% over required affordability (4 points)
 - 20% over required affordability (6 points)
 - Length of time of affordability
 - 15 years (2 points)
 - 30 years (4 points)
 - 40 years (6 points)



- Developer/Owner/Partner Capacity (12 points)
 - Projects will score for development team capacity based on two scenarios:
 - New construction or Substantial Rehabilitation OR
 - Purchase of existing property with no substantial rehabilitation

DEADLINE: May 30, 2025

QUESTIONS?

HIPP Webpage

Contact: dhcd.cda@maryland.gov



Jacob R. Day, Secretary