

2025 Maryland Qualified Allocation Plan (QAP) & Multifamily Rental Financing Program Guide (Guide)

Pre-Round Information Session for the 2025 Spring/Summer Competitive Funding Round Deadline: Friday, May 16, 2025



DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

Jacob R. Day, Secretary Julia Glanz, Deputy Secretary dhcd.maryland.gov

Purpose of Today's Meeting

- Provide information about:
 - Resources available for the Round
 - Application and Administrative Processes
 - Threshold and Scoring Items
- Provide opportunity for questions and answers



Pre-Application Meetings

- Pre-Application meetings are *optional*, except for Infill and Redevelopment Pool Applicants
- Opportunity to receive feedback on proposed project specifics
- To submit a meeting request, use the <u>Pre-Application Meeting Request Form</u> in the <u>Multifamily Library</u> on the DHCD website
- Meetings will generally be scheduled for 30 minutes



Application Submission

- Applications are due by 2 pm on Friday, May 16, 2025
- **MUST** use New Application Submission Kit dated February 2025 and CDA Form 202 dated March 2025
- Submit one (1) hard copy and one (1) electronic copy of the complete application, including attachments and exhibits
- Submit Application into Multifamily Information System. Email <u>dhcd.rentalhousing@Maryland.gov</u> for login credentials
- 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

- 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 16, 2025 at 2 PM



Application & Administrative Information

Waivers:

- In accordance with Section 5 of the Guide, waiver requests must be submitted *in writing* to the Director of Multifamily Housing via the <u>Waiver</u> <u>Request Form</u> in the <u>Multifamily Library</u> on the DHCD website
- Submit no later that **30 days** in advance of Round deadline
 - (i.e., by **Wednesday, April 16, 2025**)
- Applies only to Rental Housing Financing Program and State-imposed criteria for LIHTC and MBP
- Federal regulations affecting LIHTC, HOME and MBP may not be waived



Waiver Request Form

Application Type *		
9% Competitive Round		
○ 4%/MBP		
O Shelter/Transitional		
O Other		
Project Name *		
		7
Developer (Applicent *		
Developer/Applicant *		7
Contact Name *		
First Last		
Contact Email *		
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Contact Phone *		
888 888 8888		
Waiver Request # 1 *		_
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Rationale *		
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2025 QAP And Guide – Overview

The QAP and Guide are used to review:

- Competitive Round Applications for 9% LIHTCs & RHFPs
- Bond Applications and 4% LIHTCs (non-competitive)

Basic Review Process:

- Threshold Review
- Scoring



Overview of Changes from Last Year

QAP & Threshold Changes

- State 30% Basis Boost
- Infill & Redevelopment Pool
- Permanent Supportive Housing Set-Aside
- Tenant Selection Policies
- Units for Persons Experiencing Homelessness

Scoring Changes

- TODs
- Income Targeting
- Targeted Populations
- Tenant Services
- Policy Incentives



E.3 State 30% Basis Boost

 In addition to family projects located within Communities of Opportunity, projects located in an <u>ENOUGH Act census tract</u> that request competitive tax credits qualify for the State 30% Basis Boost without prior CDA approval



F.2 Infill and Redevelopment Pool

- Raised LIHTC maximum award to \$500,000 per project
- Allowed no more than 25% interest in the general partner or managing member of the project owner of a project competing in the general pool



F.3 Permanent Supportive Housing (PSH) Set-Aside

- Up to \$3 million of LIHTC to fund two (2) PSH projects.
- 50% of total units must be identified as PSH units (30% of AMI/supportive services).
- Commitment at application for project-based rental subsidy with a term of at least fifteen (15) years for the PSH units.
- Letter of support from CoC
- Supportive Services Plan



F.3 Permanent Supportive Housing (PSH) Set-Aside, continued

- Minimum scoring:
 - 4.1 Capacity of Development Team 40 out of 74 possible points
 - 4.3 Transit Oriented Development 4 out of 8 possible points
 - 4.6 Development Quality Standards 20 out of 33 possible points
- Set-Aside will be awarded to the two (2) projects that meet with minimum criteria established in F.3 and receive the highest cumulative score
- Applications that do not receive an allocation from the PSH set-aside will be scored and considered for the general pool



3.4 Tenant Selection Policies

 Projects must certify at application that they will prepare, submit to DHCD for review, and post in their leasing office and website, a tenant selection policy that meets all the criteria established in the <u>CDA Memo dated August 5, 2024</u>



3.5.3 Units for Persons Experiencing Homelessness

- All projects competing in the 9% Competitive Funding Round must reserve a minimum of 15% of the affordable units for persons experiencing homelessness
- The set-aside units must be income- and rent-restricted at no more than 30% AMI
- Projects agree to provide notice of unit availability to and only accept tenant referrals from DHCD or a designated Continuum of Care
 - DHCD will establish the MOU between DHCD, the CoC, the property, and any supportive services providers prior to closing
- Projects with 100% HAP or PRAC contracts and projects competing in the Infill and Redevelopment Pool may request waivers of this requirement



4.3 Transit Oriented Development (8 maximum points)

 Expanded distance from rail stations and bus stops from ½ mi to ¾ mi to align with the Housing Expansion and Affordability Act of 2024



4.4.1 Income Targeting (15 maximum points)

 Project-based voucher units, project-based rental assistance (PBRA) contracts, or equivalent federal rental assistance programs that serve households at or below 60% AMI with a term of fifteen (15) years or more, will be calculated as 30% AMI units in this section for the purposes of scoring



4.4.2 Targeted Populations (10 maximum points)

- Due to the addition of the threshold requirement for units for persons experiencing homelessness under Section 3.5.3, the targeted population scoring requirements have been reduced to a maximum of 10% of the affordable units in the property.
- Units set-aside under Section 3.5.3 may not be counted towards the 10% targeted population scoring



4.4.4 Tenant Services (8 maximum points)

For applicants that indicated that they would achieve CORES designation for a project funded in a previous Round:

- Project has not closed yet: must submit proof of CORES certification, partnership with a CORES certified 3rd party, or a copy of the Pre-Screen Approval from CORES to demonstrate that they have initiated the application process and believe that they meet the threshold requirements.
- **Project closed and did not achieve CORES designation by initial closing**: must provide proof of CORES certification or partnership with a CORES certified 3rd party with subsequent application(s) in order to satisfy the requirements in this category utilizing CORES.



4.4.6 Policy Incentives (4 maximum points)

- Two (2) points will be awarded to projects being developed under a joint development effort with MDOT for state-owned or WMATA for Metroowned land adjacent to transit
- Points will only be awarded to projects that provide evidence of a MDOT or WMATA master development agreement and development plan



Resources Available Per Project

Infill and Redevelopment Pool:

LIHTC - \$500,000 RHFP - \$50,000 per unit up to \$1M

General Pool: LIHTC - \$30,000 per unit up to \$1.5M RHFP - \$2M



ROUND DEADLINE: May 16, 2025

QUESTIONS?

dhcd.qap@maryland.gov

