

**02/20/2014
BUDGET OVERVIEW
FY 15:
ALASKA HOUSING
FINANCE
CORPORATION,
DEPARTMENT OF
EDUCATION AND
EARLY
DEVELOPMENT**

<TARGET><BILL></BILL><SUBJECT>02-20-2014 BUDGET OVERVIEW
FY 15 ALASKA HOUSING FINANCE CORPORATION, DEPARTMENT OF
EDUCATION AND EARLY
DEVELOPMENT</SUBJECT><COMM>SF28</COMM></TARGET>

Alaska Housing Finance Corporation

Budget Presentation to Senate Finance
February 20, 2014

FY2015 Capital Budget Request

Domestic Violence Designation Program (Empowering Choice Housing Program)

Reference Number: #54796

FY2015 Request: \$2,000,000 State General Funds

Purpose: Provide a referral-based transitional housing assistance program, the Empowering Choice Housing Program (ECHP), designed to meet the housing needs of victims of domestic violence and sexual assault.

Projected outcome:

- Rental assistance for up to 254 households statewide;
- Provide voucher assistance in twelve communities; and
- Enhances Governor Parnell's *Choose Respect* initiative.

Housing Loan Program: Teacher / Health / Public Safety

Reference Number: #37918 *(With Allocations)*

FY2015 Request: \$6,000,000 State General Funds

Purpose: Provide gap funding to increase homeownership and/or rental units.

Projected outcome:

- Improving retention of desirable professionals through housing development



Housing Loan Program: Teacher / Health / Public Safety

Reference Number: #49395 (*Allocation*)

FY2015 Request: \$5,000,000 State General Funds

Purpose: Provide gap funding to increase homeownership and/or rental units.

Projected outcome:

- Increase Teachers, Health Professionals, or Public Safety official's housing in rural Alaska



Housing Loan Program: VPSO

Reference Number: #49369 (*Allocation*)

FY2015 Request: \$1,000,000 State General Funds

Purpose: Provide gap funding to increase homeownership and/or rental units.

Projected outcome:

- Adding units for Village Public Safety Officers (VPSO);
- Increasing VPSO retention through housing development

Supplemental Housing Development Program

Reference Number: #6323

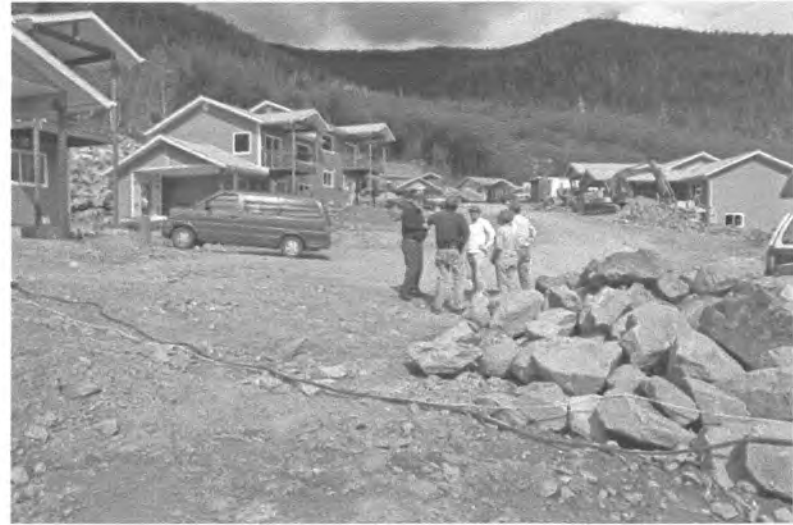
FY2015 Request: \$7,000,000 State General Funds



Purpose: Supplement federal housing funds provided to regional housing authorities to ensure safe, decent, affordable housing.

Projected outcome:

- Construction of affordable homes in up to 20 urban and rural communities;
- Build on-site water and sewer facilities;
- Provide energy-efficient design features in homes;
- Construct roads to project sites;
- Provide electrical distribution systems;
- Retrofit homes to provide a safe, healthy, workable home environment; and
- Provide clients with new, safe, energy efficient, comfortable housing.



Energy Efficiency Monitoring Research

Reference Number: #6351

FY2015 Request: \$750,000 State General Funds

Purpose: Conduct research, analysis, information dissemination, and interchange among members of the industry, as well as between the industry and the public.

Projected outcome:

- Conduct research, analysis, information dissemination and interchange among members of the industry, and between industry and the public;
- Gather data and perform analysis of geographically diverse area energy-efficient designs for homes; and
- Monitor homes for energy usage, comfort levels, durability, occupant health and economic benefits of efficiency features.

Senior Citizen's Housing Development Program (SCHDP)

Reference Number: #6334

FY2015 Request: \$4,500,000 State General Funds



Purpose: Provide funds for development of senior citizen housing and accessibility modification to seniors' residences.

Projected outcome:

- Three development projects or about 30 units;
- Modifications for accessibility for approximately 50 units; and
- Provide technical assistance grants for building capacity in organizations that develop senior housing.



Raven's View I & II
– Cooper Landing
Senior Citizens
SCHDP, Denali
Commission –
AHFC Financed –
12 Units 2007 &
2008



HUD Federal HOME Grant Program

Reference Number: #6347

FY2015 Request: \$750,000 State General Funds
\$3,750,000 Federal Receipts

Purpose: Expand supply of affordable, low- and moderate- income housing and strengthen ability of state to design and implement strategies to achieve adequate supply of safe, energy-efficient and affordable housing.

Projected outcome:

- Develop affordable rental housing by funding development gap for three rental projects or about 30 units;
- Assist 35 homebuyers to achieve homeownership for lower-income families by providing down payment and closing cost assistance; and
- Preserve low-income homes through a moderate rehabilitation.

Hooper Bay Family Housing
LIHTC / HOME /
Supplemental - AVCP
Sponsor 2009



HUD Capital Fund Program (CFP)

Reference Number: #6342

FY2015 Request: \$3,200,000 Federal Receipts

Purpose: Renovate and modernize public housing rental units statewide.

Projected outcome:

- Modernize public housing rental units;
- Code compliance; and/or
- Conduct energy audits.

Federal and Other Competitive Grants

Reference Number: #6348

FY2015 Request: \$3,000,000 Federal Receipts
 \$1,500,000 State General Funds

Purpose: Allow AHFC to apply for HUD, other federal agency, and private foundation grants that target housing needs and supportive services of low-income and groups with needs such as senior citizens, those with mental, physical, or developmental disabilities, or homeless Alaskans.

Projected outcome:

- HUD Supportive Housing;
- Housing Opportunities for Persons With AIDS (HOPWA);
- Grant Match Program; and
- OneCPD HUD Technical Assistance Program (Community Planning Development); and
- Section 811 Housing Program for Persons with Disabilities.

Competitive Grants for Public Housing

Reference Number: #6350

| | | |
|------------------------|------------------|----------------------------|
| FY2015 Request: | \$750,000 | Federal Receipts |
| | \$350,000 | State General Funds |

Purpose: Allow AHFC to apply for HUD, other federal agency, and private foundation grants that target housing needs of low-income and groups with special needs who live in public and/or assisted housing.

Projected outcome:

- Match requirements for federal grants such as:
 - Family Self-Sufficiency (FSS) Coordinator and case workers;
 - Senior Services Coordinator; or
 - Resident Opportunities and Supportive Services (ROSS) grant.
- Match for operations of services, such as after-school programs, public housing developments and resident computer training labs.

AHFC Energy Programs

Reference Number: #52598 (With Allocations)

**FY2015 Request: \$45,000,000 State General Funds
 \$1,500,000 Federal Receipts**

Purpose: Provide cost-effective energy improvements to homes.

This appropriation has two allocations for:

- AHFC Weatherization Program
- AHFC Energy Rebate Program

AHFC Energy Programs – Weatherization

Reference Number: #50683 (Allocation)

**FY2015 Request: \$27,500,000 State General Funds
 \$1,500,000 Federal Receipts**

Purpose: Provide cost-effective energy improvements to homes occupied by low-income families throughout the state.

Projected outcome:

- Reduce household operating costs of the resident;
- Improve resident health and safety;
- Improve durability and longevity of housing stock;
- Replace unsafe heating systems;
- Install smoke detectors and/or carbon monoxide detectors;
- Create and sustain local jobs



Before



After

AHFC Energy Programs – Home Energy Rebate

Reference Number: #51947 (Allocation)

FY2015 Request: \$17,500,000 State General Funds

Purpose: Assist homeowners to decrease fuel consumption by providing rebates for making recommended, cost-effective energy improvements to their homes throughout the state.

Projected outcome:

- Reduce household operating costs of the resident;
- Improve resident health and safety;
- Improve durability and longevity of housing stock;
- Replace unsafe heating systems; and
- Gather statistical intelligence about home energy consumption.

Homeless Assistance Program (HAP) (Mental Health Bill)

Reference Number: #45390

| | | |
|------------------------|--------------------|----------------------------|
| FY2015 Request: | \$6,300,000 | State General Funds |
| | \$850,000 | MHTAAR |
| | \$850,000 | GF/Mental Health |

Purpose: Support programs that address homelessness by providing assistance to families in imminent danger of becoming homeless or those who are currently homeless.

Projected outcome:

- Prevent near homeless individuals and families from becoming homeless; and/or
- Provide homeless individuals and families assistance to obtain safe, sanitary shelter.

Beneficiary and Special Needs Housing (Mental Health Bill)

Reference Number: #6360

FY2015 Request: \$1,750,000 State General Funds

Purpose: Provide funds for Alaskan nonprofit service providers and housing developers to increase housing opportunities to Alaska Mental Health Trust beneficiaries and other special needs populations throughout Alaska.

Projected outcome:

- Add 20 congregate housing units for people with mental illness or developmental disabilities;
- Reduce recidivism among clients spending time in institutions;
- Provide supportive housing, including assisted living, for people with mental, physical, or developmental disabilities, or multiple disorders; and
- Provide transitional housing with support services for newly recovering alcoholics and addicts.

Seaview Community Services - New Chamberlain
House, Seward. Completed December 2010



Special Needs Housing Grant funded
project from FY2009 Cycle



Questions?

Alaska Department of Education & Early Development

FY2015 Capital Budget Overview

Senate Finance Committee

February 20, 2014





FY2015 Capital Budget

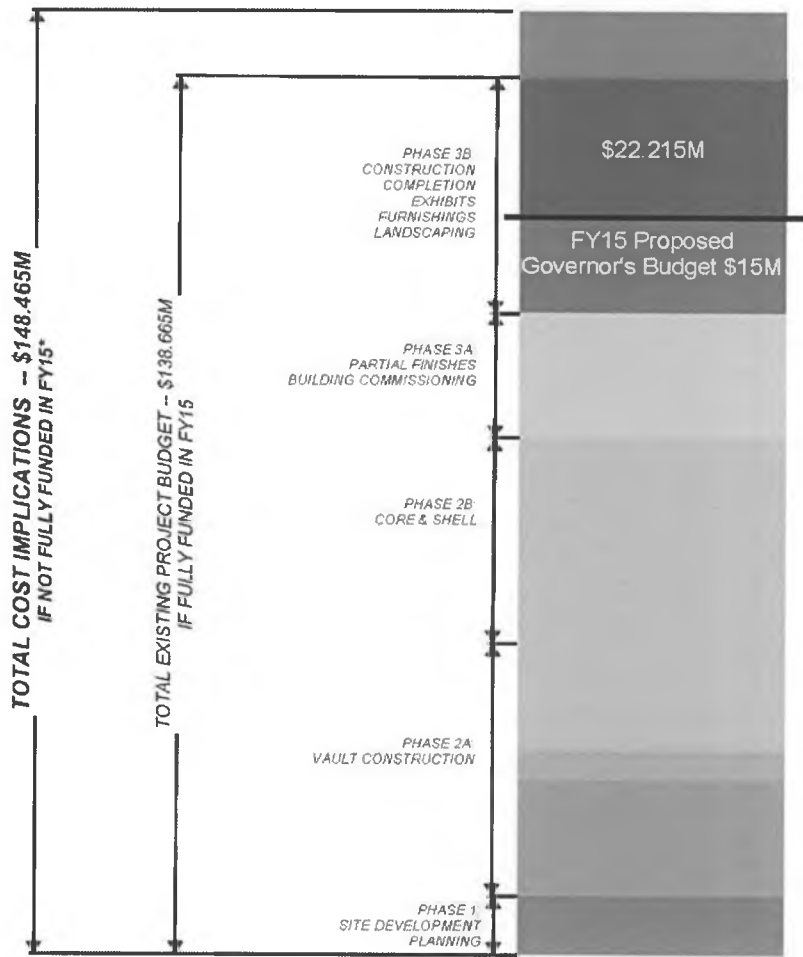
- Four requests in SB119 totaling \$53.2 million:
 - State Library, Archives and Museum (SLAM) Facility Construction
 - Kwethluk K-12 Replacement School – Kasayulie
 - Alaska Digital Teaching Initiative Three-Year Demonstration Project
 - Mt. Edgecumbe High School Deferred Maintenance



FY2015 Capital Budget

- State Library, Archives and Museum (SLAM) Facility Construction Funding: \$15.0 million UGF
 - Partial funding for remaining construction phase.
 - Remaining funding will be used for construction completion, exhibits, furnishings, and landscaping.
 - Total of \$102.95 million has been appropriated to date.
 - \$22.215 million additional needed by July 1, 2014 to finish project on-time (July 2016) with no increased costs.





■ **Additional Cost Requirements -- \$9.8M**

*Incurred if \$37.215M is not funded in the FY15 allocation

■ **Remaining Need-- \$37.215M**

- Unallocated -- \$22.215M
- FY15 Proposed Governor's Budget -- \$15M

■ FY14 Capital Budget -- \$20M

■ FY13 Capital Budget -- \$49M

■ FY12 Capital Budget -- \$5M

■ FY11 Statewide Education Bonds -- \$18.5M

■ Original Allocations -- \$8.95M

SLAM Funding



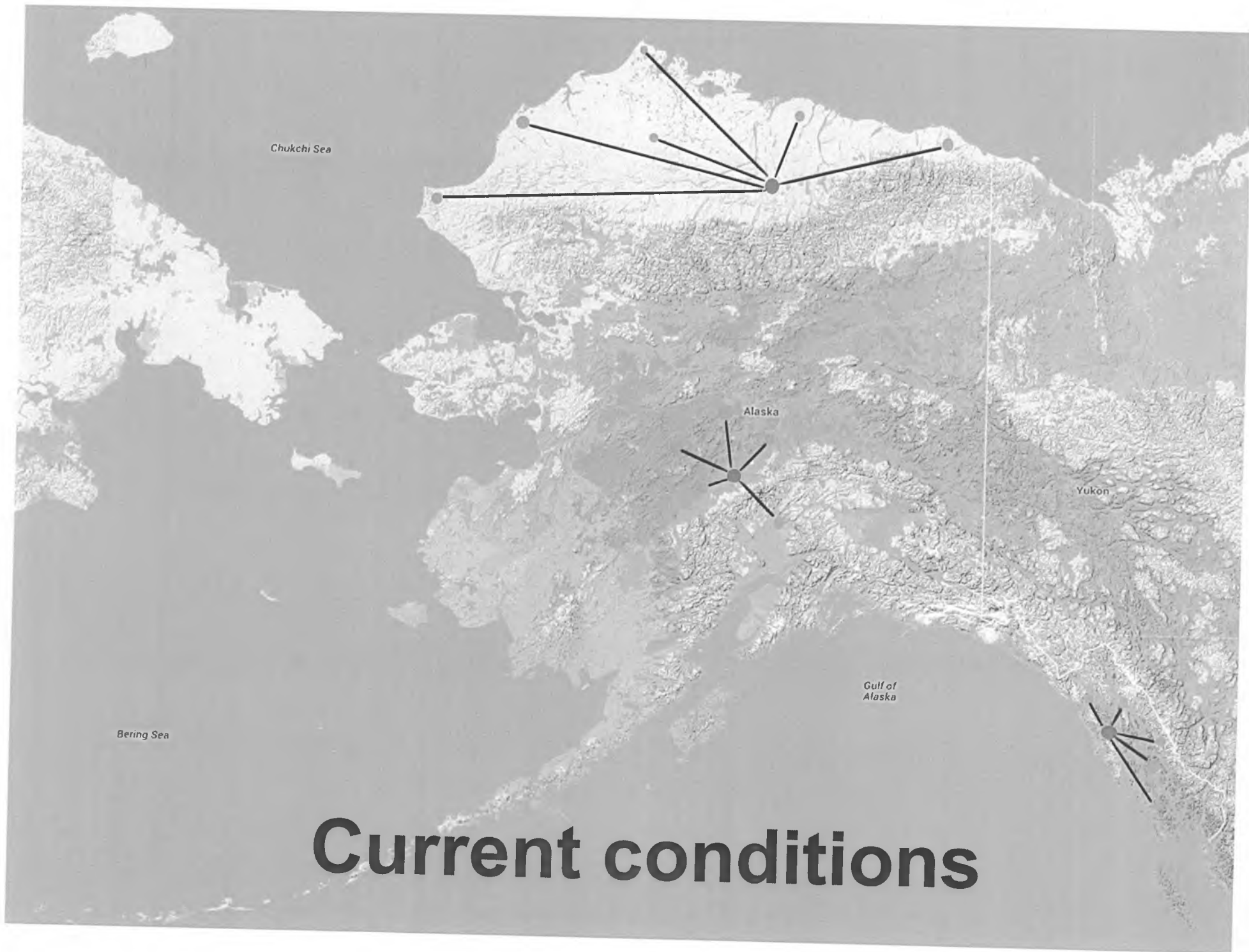
FY2015 Capital Budget

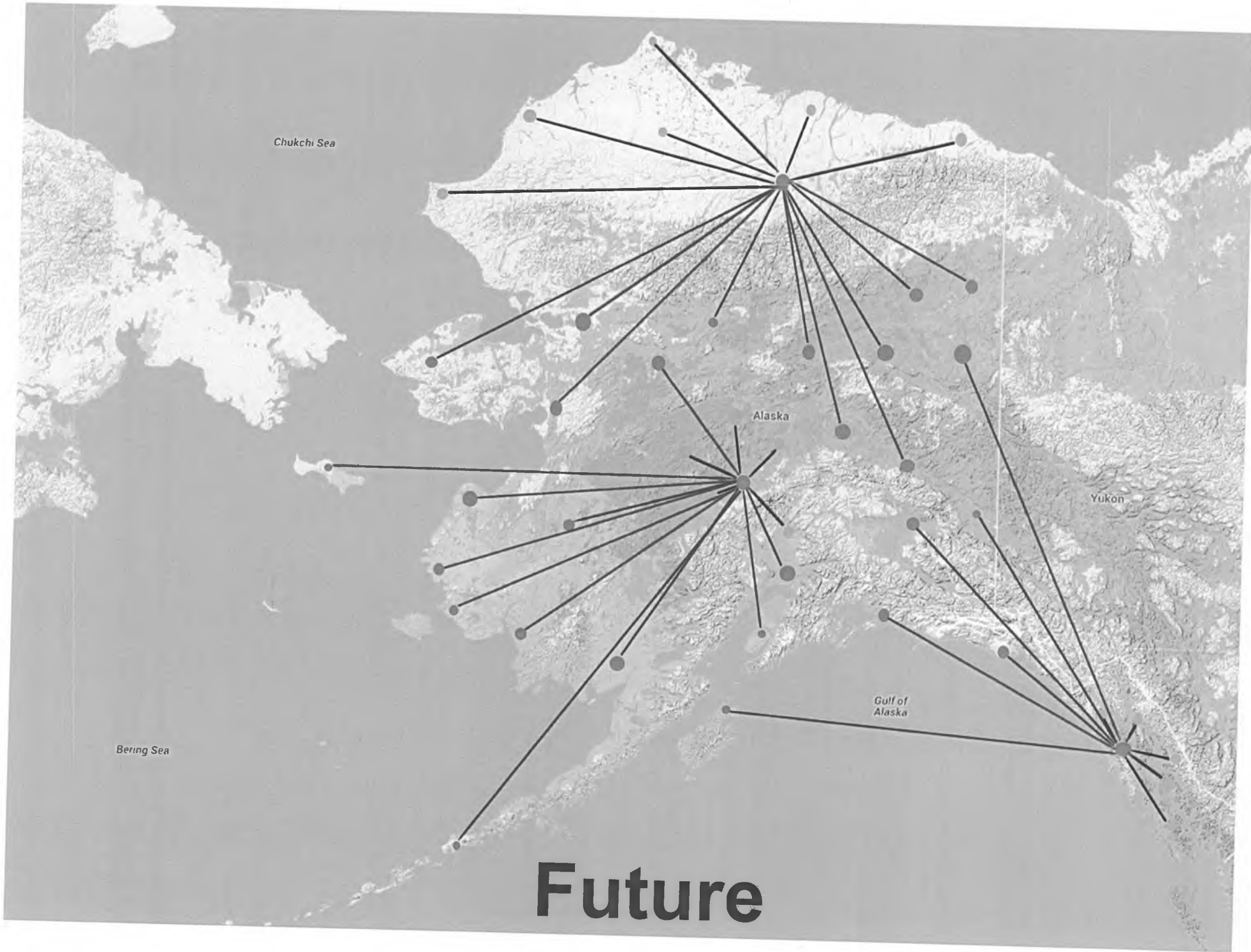
- Kwethluk K-12 Replacement School – Kasayulie: \$31.5 million REAA Fund (DGF)
 - For design and construction of a K-12 replacement school.
 - Total cost: \$57.7 million
 - State Share: \$56.5 million
 - \$25.0 million of State Share appropriated in FY2014 from the REAA Fund for design, planning, and foundation work.



FY2015 Capital Budget

- Alaska Digital Teaching Initiative Three-Year Demonstration Project: \$5.0 million UGF
 - Remove barriers, increase opportunity, and access for Alaska's students.
 - Develop high quality, interactive courses to middle school and high school students focused on science, technology, engineering, and math (STEM).
 - Funding to support:
 - Digital Innovation Districts
 - Digital Teaching Academy
 - Digital Course Development
 - Program Assessment





Future



FY2015 Capital Budget

- Mount Edgecumbe High School (MEHS) Deferred Maintenance: \$1.7 million UGF
 - Funding for projects according to the Capital Improvement Projects (CIP) Master Plan, or as MEHS facility management identifies health and safety priorities.
 - Remaining projects on the CIP Master Plan are estimated at \$22.5 million, which is approximately \$4.5 million per year for FY2015 through FY2020.