## Memorandum



DATE November 4, 2021

Honorable members of the Housing and Homelessness Solutions Committee: Casey Thomas (Chair), Jesse Moreno (Vice Chair), Carolyn King Arnold, Paula Blackmon, Cara Mendelsohn, Paul Ridley, Jaynie Schultz

### **SUBJECT American Rescue Plan Act Home Repair Program Update**

On October 25, 2021 the Department of Housing & Neighborhood Revitalization (Housing) briefed the HHS Committee about the American Rescue Plan Act (ARPA) Home Repair and Infrastructure Program (Program). Following are the questions and corresponding responses.

- Q. Why wasn't Elm Thicket included in the program?
- A. Elm Thicket is not in a QCT and Housing staff worked on program design based on the adopted Fiscal Year 2021-2022 budget amendment as follows,

"Preservation of affordable housing and water/sewer infrastructure improvements in qualified census tracts including: Freedmen's towns, Tenth Street Historical District, 5 Mile neighborhood, and Joppa/Joppee (ARPA)"

Staff interpreted this amendment to mean funding was limited to the three neighborhoods explicitly identified. The rationale behind this interpretation is based on all three neighborhoods meeting the definition for qualified census tracts (census tracts with 50% of households earning less than 60% area median income). The term "Freedman's towns" refers to many areas in Dallas, but most do not meet the qualified census tract definition or cannot be mapped due to unknown specific boundaries or new development has replaced all housing that was once there.

- Q. A comment was raised about program intent of funding only historical housing to supplement funding needed to repair homes in Historic Tenth Street and if there were historic homes in the other QCT's that they could be eligible.
- A. There are older homes in each of the three QCT's but only houses in Historic Tenth Street are considered Historic. Houses built before 1990 were proposed as there is significant need of repair for homes older than this in QCT's and this creates an applicant pool of about 200 people in each QCT.
- Q. A suggestion was raised to limit the program to repair homes built before 1920.
- A. Staff added in homestead exemption as our closest data set to know if the property is owner-occupied. This was done as Council had suggested to remove rental housing from the Program and focus on homeowners.

No Homestead can mean rental or vacant. Housing does not have access to any vacant house data set or rental house data set to confirm the breakdown within this category. If we focus on properties older than 1920 who are owner-occupied, this limits the pool in Tenth Street to 27, Five-Mile to 7, and Joppa to 0.

#### DATE November 4, 2021

#### SUBJECT American Rescue Plan Act Home Repair Program Update

#### **Historic Tenth Street**

Year Built	Homestead Yes	Homestead No	Total
1910s		2	2
1920s	27	75	102
1930s	3	12	15
1940s	4	35	39
1950s	2	2	4
1990s		1	1
2000s		3	3
2010s	1	3	4
Grand Total	37	133	170

#### Five- Mile

Year Built	Homestead Yes	Homestead No	Total
1920s	7	10	17
1930s	14	17	31
1940s	19	29	48
1950s	19	34	53
1960s	6	7	13
1970s	5	9	14
1980s	13	13	26
1990s	13	15	28
2000s	60	151	211
2010s	35	32	67
2020s	5	17	22
Grand Total	196	334	530

Joppa

Year Built	Homestead Yes	Homestead No	Total
1920s		1	1
1930s		2	2
1940s	41	69	110
1950s	15	32	47
1960s	4	3	7
1970s	2	2	4
1980s	6	5	11
1990s	2	3	5
2000s	46	13	59
2010s	73	28	101
2020s	1	9	10
Grand Total	190	167	357

"Our Product is Service" Empathy | Ethics | Excellence | Equity

#### DATE November 4, 2021

#### SUBJECT American Rescue Plan Act Home Repair Program Update

- Q. A question about what performance we will use to track performance and it was asked if we can add dollars spent.
- A. For all Housing Preservation programs we track, total program budget, total applied, total denied/cancelled, households qualified, and units repaired. Housing tracks dollars spent on all programs and will add this to the performance measure report.
- Q. A question was raised about the recent new construction in the three QCTs and if City funding was involved.
- A. Staff was able to pull permit data back to year 2000 and looked at who the owners of the properties were. Tenth Street has seen 8 permits for new construction with all of them being individual owners and 8 new homes built. Five-Mile has seen 358 permits pulled with 28 belonging to David Bryan, and the rest is shared between individual owners and home builders and 235 new homes built. Joppa has seen is 199 permits pulled and 136 of them from Habitat for Humanity and the remainder coming from individuals and other home builders and 160 home built.
- Q. A comment was raised about removing rental housing from the program design.
- A. Housing can do this, although it is our recommendation that rental housing remain as an eligible property as rental properties well as vacant housing can be deteriorating and critical to neighborhood revitalization efforts. We cannot revitalize neighborhoods without addressing key properties that need rehabilitation.

Should you have any questions, please contact me at (214) 671-5257.

Dur A. Johne

Dr. Eric A. Johnson, Chief of Economic Development and Neighborhood Services

cc: T.C. Broadnax, City Manager Chris Caso, City Attorney Mark Swann, City Auditor Bilierae Johnson, City Secretary Preston Robinson, Administrative Judge Kimberly Bizor Tolbert, Chief of Staff to the City Manager Majed A. Al-Ghafry, Assistant City Manager Jon Fortune, Assistant City Manager Joey Zapata, Assistant City Manager M. Elizabeth Reich, Chief Financial Officer M. Elizabeth (Liz) Cedillo-Pereira, Chief of Equity and Inclusion Directors and Assistant Directors

# **HUD Qualified Census Tracts (QCTs)**

