



# Expanding Housing Opportunities & Revitalizing Neighborhoods

*Philadelphia Housing Trust Fund*





# Executive Summary

In a time when resources grow leaner but needs remain high, the Philadelphia Housing Trust Fund (HTF) is a critical element in strengthening our neighborhoods.

The Housing Trust Fund is a vital financial resource for the development of much-needed affordable rental and homeownership opportunities, for preservation of existing housing and for preventing homelessness. The Housing Trust Fund helps strengthen local housing markets, eliminate blight, and serve vulnerable populations, including seniors, the homeless, veterans, and those with special needs. HTF investments also support green developments, which not only promote neighborhood sustainability, but offer cost savings for residents.

In the City's Fiscal Year 2012, HTF investments led to improved living conditions for 3,814 low- and moderate-income households. HTF-funded developments completed in FY 12

leveraged \$53 million in non-city resources and employed more than 1,500 workers, expanding the city's tax base.

Since its creation in 2005, the Housing Trust Fund has supported the development of 1,362 new homes, with another 159 under construction, made major repairs in nearly 1,450 homes, made housing more accessible for 1,031 people with disabilities, repaired 3,024 heaters, helped prevent 2,177 households from becoming homeless, and leveraged \$277 million.

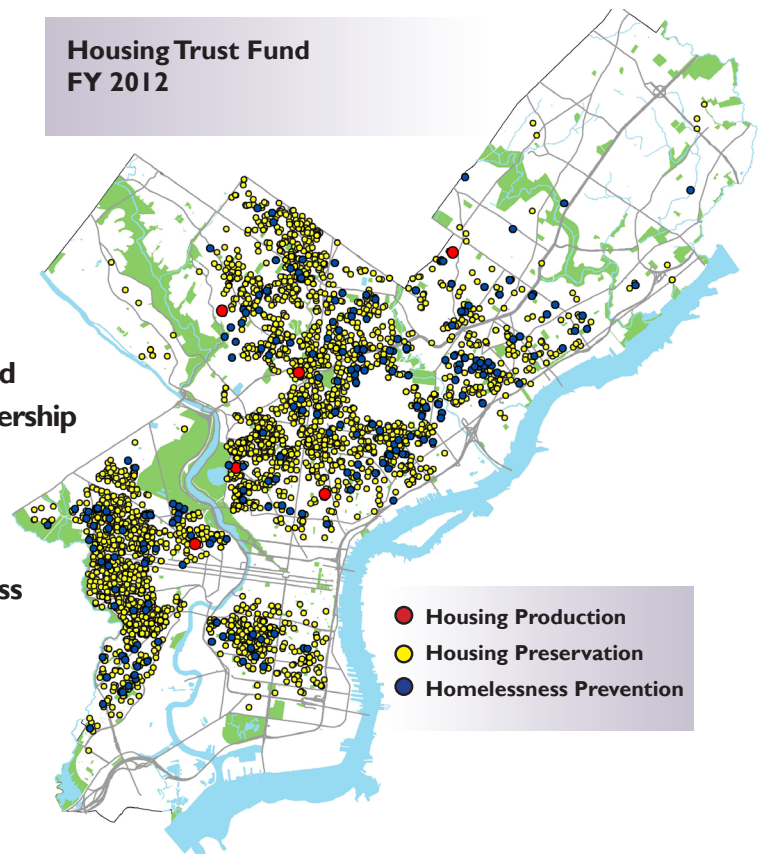
Whether it is providing new housing, enabling people with disabilities to live more independently, or preventing homelessness, the Housing Trust Fund is a critical funding source for Philadelphia's housing programs.

Deborah McColloch, Director  
Office of Housing and Community Development  
Chair, Philadelphia Housing Trust Fund  
Oversight Board

## Fiscal Year Housing Trust Fund Impact At a Glance

- 228 new homes
  - 38 new homes for sale
  - 190 new rental apartments
  - 29 new accessible homes
  - 216 new visitable homes
- 16 existing homes preserved and rehabilitated
- 2 vacant properties rehabilitated for homeownership
- 44 home repairs
- 169 home adaptations
- 3,024 emergency heater repairs
- 573 people prevented from becoming homeless
  - 111 foreclosures prevented
  - 16 utility arrearages cleared
  - 204 individuals in "housing first" program

### Housing Trust Fund FY 2012



#### Cover Photos

Top: Groundbreaking, completed units & ribbon-cutting for Sheridan Street Homeownership  
Middle: Completed units & ribbon-cutting for Apartments at Cliveden  
Bottom: Groundbreaking, completed units & ribbon-cutting for Nicetown Court I

# Housing Production



Strawberry Mansion Homeownership groundbreaking & finished homes



Burholme Senior Residences



Low- and moderate-income residents in Philadelphia face challenges in trying to find quality affordable housing. In 2010, one-third of homeowners and more than half of renters were cost-burdened, spending more than 30 percent of their incomes on housing.

The Housing Trust Fund provides funding to nonprofit developers, including joint ventures with for-profit developers, for the production of new affordable rental and homeownership opportunities. HTF development eliminates blight and vacancy, increases the affordable housing stock for difficult-to-serve populations, and strengthens neighborhoods. Most new developments support the City's Greenworks goals with sustainable features and design.

- In FY 12, the Housing Trust Fund supported the completion of 228 new homes, including 38 new homes for sale and 190 rental apartments. Of these, 29 are accessible to people with physical disabilities, 216 are visitable, and 29 were developed for residents with special needs such as the formerly homeless.
- As of June 30, 2012, 159 additional HTF units were under construction.
- More than 1,500 people worked to build the HTF developments completed in FY 12.
- Since its creation in 2005, the Housing Trust Fund has supported the creation of 1,362 new affordable homes.



# Housing Preservation



Contractor making Basic Systems Repairs

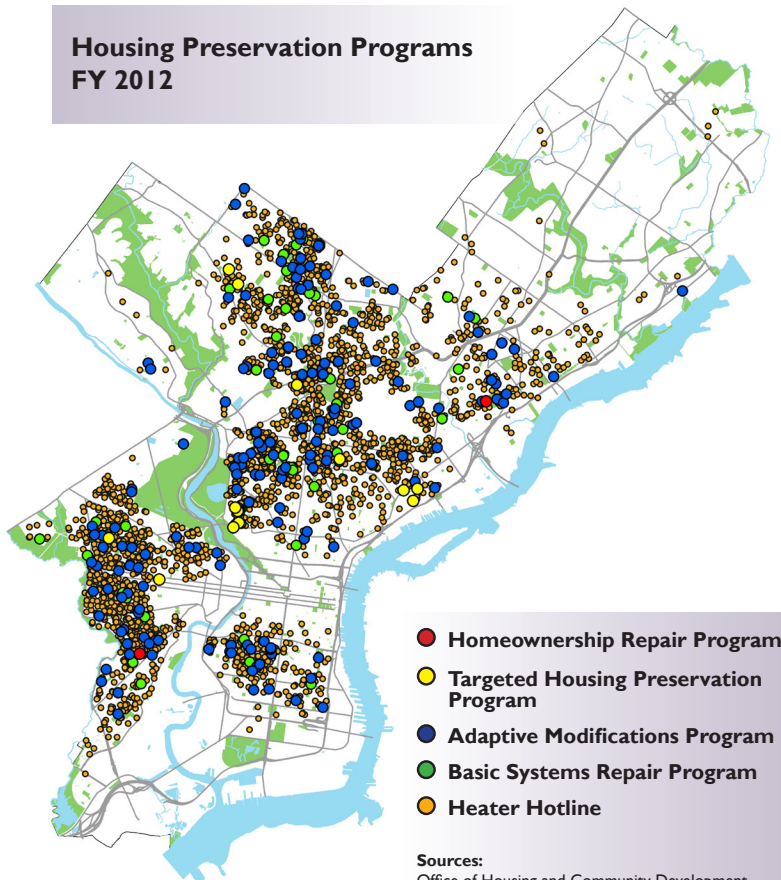
Philadelphia's housing stock is aging. The median date of construction of Philadelphia's homes is 1946, meaning that more than half of the homes in Philadelphia are more than 65 years old. Indeed, 85 percent of Philadelphia's housing stock is more than 40 years old. Preserving existing affordable homes is essential to preventing homelessness by keeping residents in their homes, strengthening the housing stock, and stabilizing neighborhoods.

The Housing Trust Fund supports housing preservation by funding the rehabilitation of existing homes falling into disrepair; the acquisition and rehabilitation of vacant properties; basic home repairs such as plumbing, electrical, and heating systems; free home adaptations to a house or apartment for individuals with physical disabilities; and emergency repairs to heating systems.

In FY 12 the Housing Trust Fund:

- Rehabilitated 16 occupied units through the Targeted Housing Preservation Program and funded the acquisition and rehabilitation of two vacant properties by local CDCs for sale to low- and moderate-income households through the Homeownership Rehabilitation Program.

## Housing Preservation Programs FY 2012



- Homeownership Repair Program
- Targeted Housing Preservation Program
- Adaptive Modifications Program
- Basic Systems Repair Program
- Heater Hotline

Sources:  
Office of Housing and Community Development  
Philadelphia Housing Development Corp.

- Supported 44 free repairs to electrical, plumbing, and heating systems of owner-occupied homes through the Basic Systems Repair Program.

- Supported 169 free adaptations to a house or an apartment for individuals with permanent physical disabilities through the Adaptive Modifications Program.

- Made 3,024 emergency heating repairs through the Heater Hotline program.

In total, the Housing Trust Fund has preserved or modified 5,477 homes since the HTF began in 2005.

Adaptive Modifications Program chair lift at Germantown home



# Homelessness Prevention

Financial challenges facing Philadelphians have been exacerbated by the economic crisis that began in 2008. As a result, many Philadelphia homeowners lack the resources to provide both for their homes and their families and are threatened with foreclosure. Other Philadelphians struggle with homelessness due to an inability to pay utility arrearages or a need for both housing and social services.

The Housing Trust Fund helps combat these challenges in several ways. The Housing Retention Program provides mortgage arrearage assistance to homeowners and utility arrearage assistance to households for whom utility issues are obstacles to permanent housing. Following a “housing first” model, Pathways to Housing PA engages chronically homeless individuals and, through housing and supportive services, assists them with a transition toward independent living.

In FY 12, the Housing Trust Fund prevented 111 foreclosures, enabled 16 households to resolve utility issues and return to a home, and housed 204 chronically homeless individuals. In all, 573 people are not homeless due to HTF expenditures. The FY 12 expenditure of approximately \$850,000 is in contrast to the nearly \$2.5 million that placing these people into emergency shelter would have cost.

Since 2005, the Housing Trust Fund has prevented 5,097 persons in 2,177 households from experiencing homelessness. The cost to have placed these persons in emergency shelter would have been nearly \$24.3 million, compared to the HTF program cost of \$5.4 million.

## Homelessness Prevention Programs FY 2012

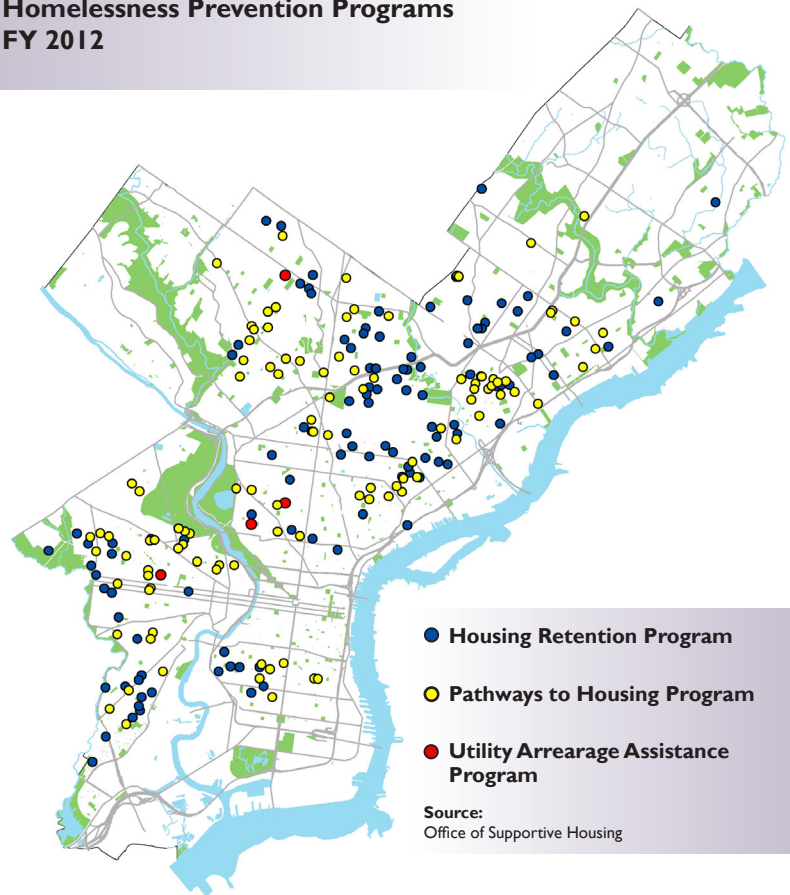


Photo taken by Sarah Bones, courtesy of Pathways to Housing PA

# Investments & Leveraging

In FY 12, the Housing Trust Fund provided the City's housing programs with more than \$8.8 million. From the Fund's inception in 2005 through June 2012, more than \$73.3 million in revenue has supported initiatives and developments to strengthen Philadelphia's neighborhoods and families. Funds are primarily raised through deed and mortgage recording fees. An increase in the fees that fund the Housing Trust Fund went into effect in February 2012.

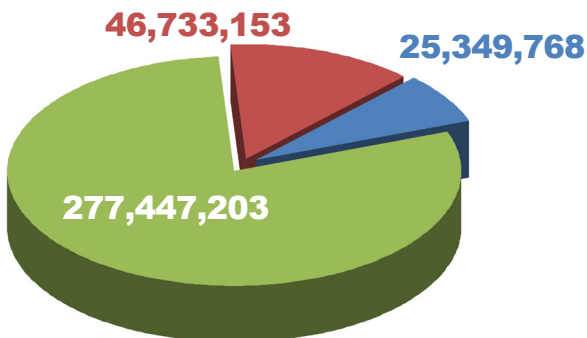
For projects completed in FY 12, the Housing Trust Fund helped leverage more than \$53 million in non-city resources. This brings the total non-city funds leveraged by HTF developments to \$277 million.

## Projects Completed FY ending June 30, 2012

Project Name	Developer	Type	Number of Units	Total Development Cost	HTF Award	Additional City Subsidy	Leveraged City Subsidy
Burholme Senior Residences	Pilgrim Gardens	R	62	\$14,245,396	\$300,000	\$2,300,000	\$11,645,396
Nicetown Court I	Nicetown Comm. Dev. Corp.	R	37	\$14,937,118	\$2,000,000	\$800,000	\$12,137,118
Apartments at Cliveden	NewCourtland	R	62	\$15,016,246	\$864,300	\$1,135,700	\$13,016,246
Jannie's Place	People's Emergency Center	R-SN	29	\$9,594,981	\$575,000	\$575,000	\$8,444,981
Sheridan Street	Pradera Corporation/APM	H	13	\$4,571,200	\$1,000,000	\$843,200	\$2,728,000
Strawberry Mansion I	Friends Rehabilitation Program	H	25	\$8,788,514	\$1,500,000	\$1,980,000	\$5,308,514
<b>FY 12 Total</b>			<b>228</b>	<b>\$67,153,455</b>	<b>\$6,239,300</b>	<b>\$7,633,900</b>	<b>\$53,280,255</b>
<b>FY 06-11 Total</b>			<b>1134</b>	<b>\$282,376,669</b>	<b>\$19,110,468</b>	<b>\$39,099,253</b>	<b>\$224,166,948</b>
<b>FY 06-12 Total</b>			<b>1362</b>	<b>\$349,530,124</b>	<b>\$25,349,768</b>	<b>\$46,733,153</b>	<b>\$277,447,203</b>

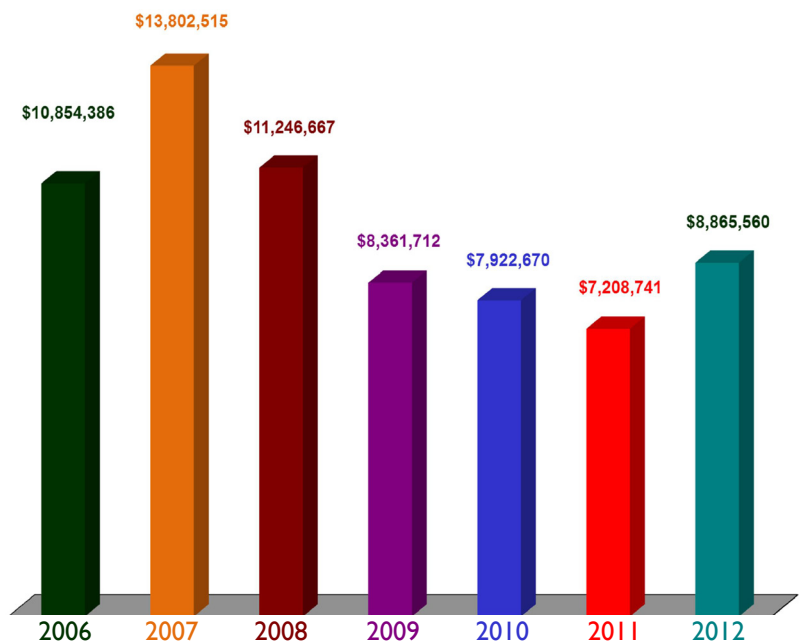
R - Rental SN - Special Needs H - Homeownership

## Leveraging FY 2006 - 2012



■ HTF Award  
■ Additional City Subsidy  
■ Leveraged Funds

## HTF Revenue from Deed and Mortgage Recording Fees FY 2006 - 2012





# Beneficiaries by Household Size and Income

Diverse residents throughout the City benefit each year from HTF investments. The Housing Trust Fund supports developments and programs that assist first-time homebuyers, families threatened with homelessness, veterans, neighbors with disabilities, formerly homeless youths, and low-income households whose homes need repair.

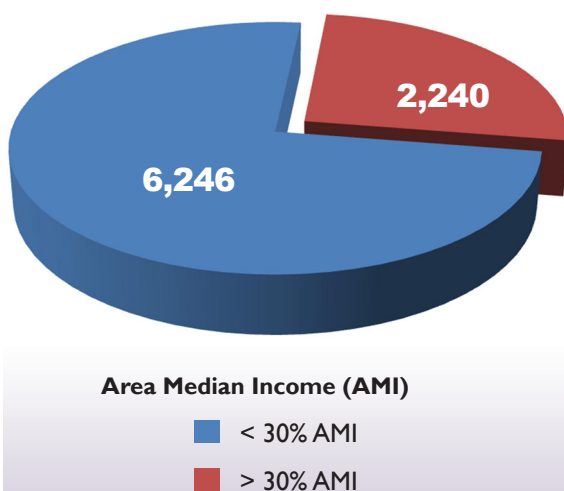
In FY 12, HTF-supported initiatives benefited 3,776 households.\*Twenty-three new units were occupied by a household that includes a person with a disability. Of the households for whom demographic data are available, 2,893 earned less than 30 percent of Area Median Income (AMI) and 883 earned more than 30 percent of AMI. Since 2005, 6,246 households with incomes less than 30 percent of AMI have benefited from HTF projects, as have 2,240 households with incomes above 30 percent of AMI.

The sales prices and rents in HTF-supported developments also meet the housing needs of a diverse population. Rents are linked to the income of the renter, and in some cases units also come with a rent subsidy. As a result, the rent paid by tenants in developments completed in FY 12 range from \$0 to \$1,057. The sales prices for homeownership units completed and sold in FY 12 range from \$70,000 to \$160,000.

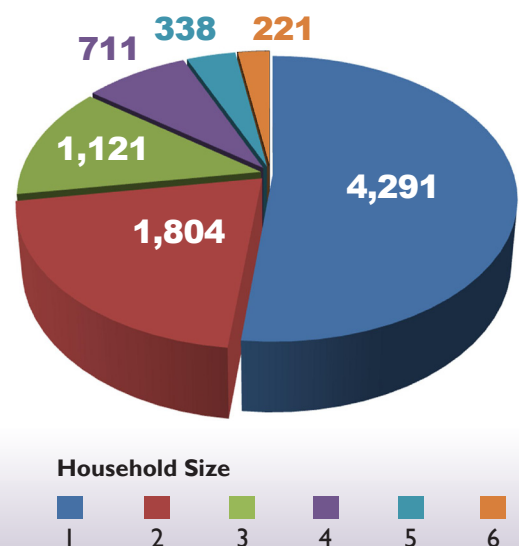


Ribbon-cutting at Jannie's Place

**Number of Households Assisted (by AMI)  
FY 2006-2012**



**Number of Households Assisted  
(by Household Size) FY 2006-2012**



\*Because of timing differences in the reporting of units and beneficiaries, the number of units produced does not equal the number of households assisted.

# 2012 Philadelphia Housing Trust Fund Oversight Board



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## Acknowledgments

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