InvestNH Municipal Grant Programs Overview

July 27, 2022

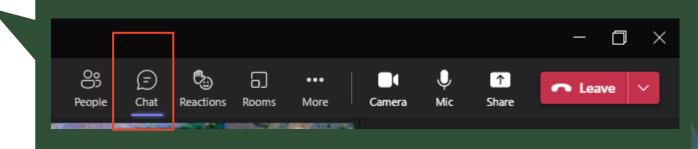
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General Information

- This webinar will be a review of the general specifications of the Municipal Per Unit
 Grant Program and the Municipal Demolition Grant Program

 (www.Invest603.com)
 and of the Municipal Planning and Zoning Grant Program
 (www.nhHOPgrants.org)
- We will not be taking questions during this webinar. If you have a question, please enter it into the chat box (in the top righthand of the screen) or email it to lnvestNH@livefree.nh.gov
- Frequently Asked Questions will be posted online and regularly maintained.





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What is InvestNH?

These grants are part of the \$100 million InvestNH initiative aimed at stabilizing the housing market through grant programs that incentivize development and foster local solutions which make it easier to build housing affordable to the workforce.

THERE ARE FOUR GRANT PROGRAMS:

Capital Grant Program

Municipal per Unit Grant

Municipal Demolition Grant

Municipal Planning and Zoning Grant

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Municipal Per Unit Grant Program

Total budget: \$30 million

Incentive program offering \$10,000 to municipalities for each unit of new affordable housing they permit.

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Municipal Per Unit Grant Program Summary

- Applications open Friday, July 29 on www.lnvest603.com and will remain open until all funds are committed.
- Awards will be announced monthly beginning on October 5, 2022, and submitted to the Executive Council for approval at the next meeting.
- Awards will be issued as one-time payments to municipalities on a first-come, first-served basis.
- Award Caps:
 - \$10,000 per unit
 - **\$1** million per project
 - **\$1** million per municipality

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Municipal Per Unit Grant Program Details

Municipality Requirements:

- Permits must have been applied for after February
 17, 2022 and issued within
 6 months of application.
- All municipal permits for the project must be issued prior to application.

Housing Project Requirements:

- Create a minimum of 3 new affordable units.
- Affordable to families at or below 80% of Area Median Income (AMI).
- Scheduled to be complete and ready for occupancy on or before May 3, 2024.
- Affordability commitment lasts at least 5 years.

80%AMI Gross Rents by Fair Market Rent Area

HUD Metropolitan Fair Market Rent Areas	Studio	1BR	2BR	3BR	4BR	5BR
Boston-Cambridge-Quincy MA-NH	\$1,957	\$2,097	\$2,517	\$2,908	\$3,243	\$3,579
Lawrence, MA – NH	\$1,565	\$1,676	\$2,012	\$2,325	\$2,593	\$2,861
Portsmouth – Rochester, NH	\$1,565	\$1,676	\$2,012	\$2,325	\$2,593	\$2,861
Western Rockingham Co, NH	\$1,565	\$1,676	\$2,012	\$2,325	\$2,593	\$2,861
Manchester, NH	\$1,398	\$1,498	\$1,798	\$2,077	\$2,317	\$2,557
Nashua, NH	\$1,565	\$1,676	\$2,012	\$2,325	\$2,593	\$2,861
Hillsborough Co. NH (Part)	\$1,533	\$1,643	\$1,971	\$2,278	\$2,541	\$2,803

County Fair Market Rent Areas (non-Metro)	Studio	1BR	2BR	3BR	4BR	5BR
Belknap County	\$1,332	\$1,427	\$1,712	\$1,978	\$2,207	\$2,436
Carroll County	\$1,323	\$1,418	\$1,701	\$1,965	\$2,192	\$2,419
Cheshire County	\$1,323	\$1,418	\$1,701	\$1,965	\$2,192	\$2,419
Coos County	\$1,323	\$1,418	\$1,701	\$1,965	\$2,192	\$2,419
Grafton County	\$1,323	\$1,418	\$1,701	\$1,965	\$2,192	\$2,419
Merrimack County	\$1,466	\$1,570	\$1,885	\$2,177	\$2,428	\$2,680
Sullivan County	\$1,323	\$1,418	\$1,701	\$1,965	\$2,192	\$2,419



Calculating Maximum Contract Rent Using NH Housing Utility Allowance Schedule

Maximum Contract Rent: The maximum monthly rent when utilities are not included. (Maximum Contract Rent = Maximum Gross Rent – Utility Allowance)

Rochester, NH - 2 Bedroom	
Strafford County - Natural gas heat & hot was stove. Water & sewer paid by landlord.	ter, electric
Heat – Natural Gas	\$89
Miscellaneous Electricity	\$60
Hot Water – Natural Gas	\$25
Stove - Electric	\$17
Utility Allowance	\$191
BEA Max Gross Rent for 2 Bedroom	\$2,012
Utility Allowance	\$191
Maximum Contract Rent	\$1,821
HUD Payment Standard*	\$1,678
HUD Fair Market Rent*	\$1,399

Manchester, NH - 2 Bedro	om	
Hillsborough County - Natural gas heat, electric hot water & stove. Water & sewer paid by landlord.		
Heat – Natural Gas	\$82	
Miscellaneous Electricity	\$60	
Hot Water - Electric	\$52	
Stove - Electric	\$17	
Utility Allowance	\$211	
BEA Max Gross Rent for 2 Bedroom	\$1,798	
Utility Allowance	\$211	
Maximum Contract Rent	\$1,587	
HUD Payment Standard*	\$1,695	
HUD Fair Market Rent*	\$1,413	

Ashland, NH - 2 Bedroom				
Grafton County - Natural gas heat, electric hot water & stove. Water & sewer paid by landlord.				
Heat – Natural Gas	\$96			
Miscellaneous Electricity	\$60			
Hot Water - Electric	\$52			
Stove - Electric	\$17			
Utility Allowance	\$225			
BEA Max Gross Rent for 2 Bedroom	\$1,701			
Utility Allowance	\$225			
Maximum Contract Rent	\$1,476			
HUD Payment Standard*	\$1,394			
HUD Fair Market Rent*	\$1,162			



^{*} HUD standards are for comparison only.

Municipal Demolition Grant Program

Total budget: \$5 million

Funding for municipalities to use or distribute for the demolition of vacant and dilapidated buildings.

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Municipal Demolition Grant Program Summary

- Applications open **Friday**, **July 29** on <u>www.lnvest603.com</u> and will remain open until all funds are committed.
- Municipalities may apply on behalf of a private owner/developer.
- Awards will be announced monthly beginning on October 5, 2022, and the Executive Council for approval at the next meeting.
- Funds will be distributed on a reimbursement basis.
- Awardees may submit demolition-related expenses incurred after May 4, 2022.
- Award cap: \$500,000 per municipality.
- Funds must be expended by December 31, 2024.

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Municipal Demolition Grant Program Details

- Property must be vacant for 90 days prior to application.
- Municipality or municipality-backed private owner/developer must hold title or have a contract that will secure title within 12 months.
- There must be no reasonable, cost-effective measures that could restore it to use.
- Must have all permits and certifications necessary for demolition to commence before applying.
- Demolition must be part of larger revitalization or greening plan.
- Demolition must positively impact housing availability.
- Grant may be used to cover demolition related expenses, including permitting costs and environmental abatement made necessary by the demolition.



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Municipal Planning & Zoning Grant Program

Total budget: \$5 million

Funding for municipalities to create zoning ordinances and other regulations that promote housing development.

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Municipal Planning & Zoning Grant Program Summary

- Pre-applications open Friday, July 29 on www.nhHOPgrants.org
- Full applications will open on August 5.
- Applications will be reviewed on a rolling basis.
- To be administered by New Hampshire Housing in collaboration with Plan NH and UNH Cooperative Extension.
- Purpose is to change local regulations to help increase housing supply.
- Municipal applicants; hire qualified consultants to conduct the work.
- Funds will be distributed on a reimbursement basis.
- Funds must be fully expended by September 30, 2024.

Municipal Planning & Zoning Grant Program Details

Community Housing Navigator Grants –

- Up to 6 grants will be awarded to hire local staff to coordinate regulatory change and to conduct community engagement activities.
- Applicants may be individual city/town or multiple municipalities.
- Joint applications may be coordinated by RPCs or workforce housing coalition.
- Up to \$250,000 per grant over 2 years.
- Navigators must work on at least one of the 3 HOP Grant phases (see below).
- Applications open on August 5 and are due on September 30.
- Grants will be awarded on or before October 14.

Municipal Planning & Zoning Grant Program Details

Housing Opportunity Planning (HOP) Grants – 3 phases of regulatory change

- 1. Needs analysis and planning \$25,000.
 - ▶ Housing and demographic data, housing markets, affordability, housing needs.
 - Master plan sections related to housing.
- 2. Regulatory audits \$50,000.
 - ▶ Identify regulatory barriers to housing development; recommend areas of change.
 - Cross-reference different local regulations for conflicts regarding housing.
- 3. Regulatory development \$100,000.
 - Create or amend regulations to promote housing development.
 - Inclusionary zoning, development standards, tax incentives.
- Community engagement plan is an important element in each phase.
- Applications open on August 5; closing dates for each phase in 2023.
- Any municipality is eligible to apply.

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Next Steps

- Applications open for the Municipal Per Unit Grant and Municipal Demolition
 Grant on Friday, July 29 at www.lnvest603.com and will remain open until all funds are committed.
 - Details on application requirements are available in the Municipal Per Unit Grant
 Program Guidance and Municipal Demolition Grant Program Guidance, which will be
 posted soon on the InvestNH site.
- Pre-applications for the Municipal Planning & Zoning Grant open Friday, July
 29 on www.nhHOPgrants.org. Applications will open on August 5, 2022.
- All questions can be put either in the chat or emailed to lnvestNH@livefree.nh.gov
 and BEA & New Hampshire Housing will publish FAQs with responses on the program websites.



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