

Civic Caucus November 8, 2018

Why comprehensive planning?

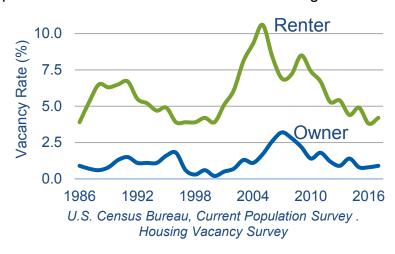
- Support the orderly and economical growth and development
- Align major infrastructure investments with population and economic growth not too soon, not too late; not too much, not too little
- Promote resilient communities for a competitive region
- Address challenges greater than any individual community can address alone
- The Metropolitan Council is responsible for the seven-county Twin Cities region Anoka, Carver, Dakota, Hennepin, Ramsey, Scott and Washington counties

Forecasting the future

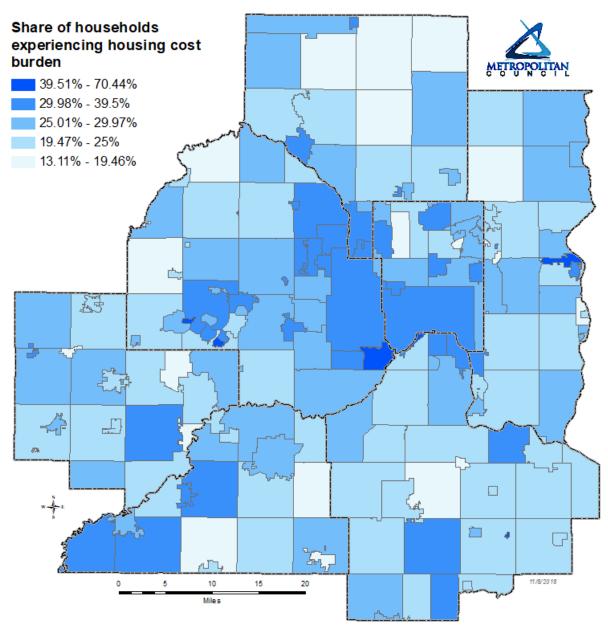
- A common reference as region and local governments plan their future
- Local plans, infrastructure, services respond to the same forecasts
- The seven-county region will add 888,000 residents from 2010 to 2040 twice the city of Minneapolis. Over that time period, key demographic changes:
 - Doubling the share of residents age 65+ from 11% in 2010 to 22% in 2040
 - o Increase from 24% people of color in 2010 to 39% people of color in 2040

What do we know about the region's need for more affordable housing?

- People are paying too much for housing:
 - Three in ten households in the Twin Cities (29%) pay more than 30% of their income on rent—they are "housing cost burdened".
 - o Housing is particularly burdensome severe for our region's low and moderate income households. More than 100,000 spend more than half their income on housing alone.
- Between now and 2040, the region will add 336,000 households; roughly 40% will earn less than 80% of area median income (\$71,900):
 - Between 2020 and 2030, our region will add 37,400 low- and moderate-income households who will need additional affordable housing.
- Housing unit growth is lagging population growth, leading to falling vacancy rates, rising rents, and the loss of naturally occurring affordable housing





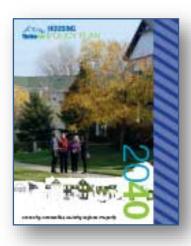


Source: U.S. Census Bureau, American Community Survey (2012-2016). Housing cost burden is defined as households paying 30% or more of their household income for housing costs (including utilities).



Why a Housing Policy Plan?

- Articulate how the changing demographics of our region will shape future housing need
- Provide leadership and guidance on regional housing needs and challenges
- Align housing policy with other regional systems (i.e., transportation, regional parks, and water resources)
- Provide an integrated policy framework to unify the Council's existing roles in housing
- Set review guidelines for local comprehensive plans



What does the Met Council do to support affordable housing?

- Provides data and analysis to understand regional trends both current and forecasted
- Funds affordable housing development through Livable Communities Act grants
- Reviews local comprehensive plans to ensure that communities are planning an adequate supply
 of land
- Provides incentives for housing performance
- Administers Housing Choice Vouchers throughout Anoka, Carver, and most of suburban Hennepin and Ramsey Counties – assisting nearly 7000 households with monthly rent assistance
- Provides technical assistance e.g., connecting cities with developers -- and moral support to local governments

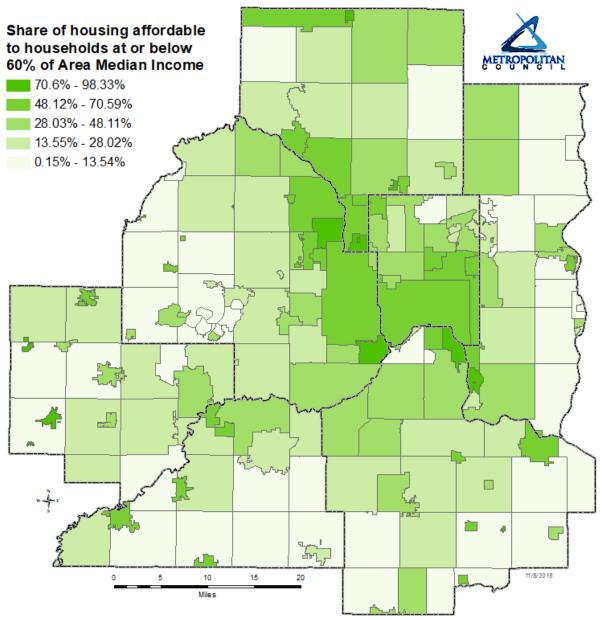
What are the priorities of the Housing Policy Plan?

The goal of our Housing Policy Plan is to create *housing options* that give people *in all life stages* and *of all economic means* viable choices for safe, stable, and affordable homes.

Specific priorities include:

- Preserving existing housing stock, which is generally the most affordable housing.
- Leveraging housing investments with existing and planned infrastructure, especially transit investments
- Encourage redevelopment and infill development to meet the region's housing need and create a denser, more compact region.
- Providing housing choices for the region's changing demographics.
- Creating vibrant, diverse communities that offer choices to a range of households.
- Expand housing options for people in all life stages and of all economic means through a
 balanced approach of expanding housing choices for low- and moderate-income households in
 higher-income areas and enhancing the livability of low-income neighborhoods.
- Reduce institutional and financing barriers to the development of mixed-income housing to create vibrant, diverse communities that offer choices to a range of households.





Source: Metropolitan Council, Housing Affordability Estimates (2016).

What can cities do to support more affordable housing?

- Allow affordable housing in land use planning and zoning
- Partner with state agencies to build and preserve affordable housing
- Partner with developers of affordable housing
- Assemble land for affordable housing
- Directly fund affordable housing (e.g., Tax Increment Financing, housing bonds or trust funds)

