

Testimony to the Senate Education, Health, and Environmental Affairs Committee SB 608 – Report on the Public or Private Conversion of State Property to Affordable Housing Position: SUPPORT February 8, 2022

SB 608 would require several State agencies to work together to develop and issue a report on strategies for the development of State surplus/excess property as affordable housing. According to the National Low Income Housing Coalition (NLIHC) Maryland is the 8<sup>th</sup> most expensive state in the country for housing costs. They estimate that there is a shortage of 131,793 rental homes that are affordable and available for extremely low income renters, and that Maryland households would have to earn \$28.60 per hour to afford a two bedroom apartment at fair market rent. There continues to be a lack of affordable rental housing in Maryland for the households who need it, and part of the problem is a lack of available land to develop multifamily housing, given the financing constraints of these types of developments. Such a report could be very helpful if it identifies surplus properties that are both large enough for development and zoned - or able to be rezoned - for residential use, as well as creates a mechanism for transferring such properties to private developments for the creation of affordable housing at a nominal cost in exchange for long term affordability.

MAHC is the leading organization for the affordable rental housing industry in Maryland and represents over 185 member organizations, including nonprofit and for-profit developers, State and local housing authorities, property management companies, financial institutions, community development organizations, contractors, tax credit investors, consultants and individuals. Our members develop affordable housing properties across the state, and we encourage a favorable report on SB 608.

Respectfully submitted on February 8, 2022 by Miranda Darden-Willems, Executive Director, on behalf of the MAHC Board of Directors.

## **MAHC Board of Directors**

Jessica D. Zuniga, Foundation Development Group, President Christine Madigan, Enterprise Community Development, Vice President Catherine Stokes, Homes for America, Secretary Nichole Doye Battle, GEDCO, Treasurer Tom Ayd, Green Street Housing Miles Cary, Bank of America Merrill Lynch Mike Cumming, CohnReznick, Chief Financial Officer Ivy Dench-Carter, Pennrose Properties Maryann Dillon, Housing Initiative Partnership Kathy Ebner, Retired, Ex-Officio Peter



Engel, Howard County Housing Commission Chickie Grayson, Retired, Advisor Emeritus Clifton Martin, Housing Commission of Anne Arundel County Dan McCarthy, Episcopal Housing Willy Moore, Southway Builders Ninette Patrick, Habitat America Miles Perkins, AGM Financial David Raderman, Gallagher, Evelius & Jones, Of Counsel

> www.mdahc.org 443-758-6270