

STATE RESOURCES FOR HOUSING CREATE JOBS & HOMES

Address the Loss of Jobs in the Housing Sector

- Minnesota lost almost 10,000 residential construction jobs in the last four years.
- Minnesota needs well over 30,000 units of affordable housing.
- 266,000 Minnesota households were paying over half their income for housing in 2008.
- Minnesota experienced over 80,000 foreclosures since 2006, with more to come through 2012.

Boost the Economy by Investing In Housing

- Housing construction, both new construction and rehabilitation, creates jobs, significant economic activity and leverage, especially through Minnesota Housing's Challenge Program.
- For every **\$10 million invested in Minnesota Housing's Challenge Program**, the state leverages significant resources to generate:
 - ✓ 400 units of housing can be built or rehabbed and made affordable to families, especially those hit hard by the housing crisis.
 - ✓ 410 housing related jobs are created directly and 170 jobs are created indirectly during the year of construction.
 - ✓ The state recoups \$4.95 million in tax revenues in the year of construction.
 - ✓ Local units of government see \$2.4 million in new property tax revenues over ten years.
- **The state recoups half of its investment** via sales, mortgage, deed, and income tax revenues during the first year, with additional tax revenues generated in coming years.

Build Shovel Ready Projects

- A recent survey indicates that over 14,000 units of housing could be built or rehabbed with adequate funding in Minnesota.
- Projects are ready to break ground in 2010 in a majority of Minnesota counties.
- Projects include public housing, rehab and new construction, rental and ownership, land trust projects, and foreclosure remediation.
- Construction costs for these projects exceed \$640 million and generate thousands of jobs.

In Support of the Housing/Jobs Campaign, Please:

SUPPORT FUNDING:

- Protect the Minnesota Housing budget from proposed cuts.
- Augment the Minnesota Housing budget by capturing the growth in deed and mortgage revenues starting in 2012 to produce 10,000 additional units of affordable housing.

SUPPORT BONDING:

- Continue supporting a mix of bonds for housing, including \$10 million in general obligation bonds for repairs and improvements of public housing apartments.

SPUR INVESTMENT:

- Leverage private sector resources for housing by creating a state tax credit for rental housing development.