

Summary of Statewide Affordable Housing Aid (SAHA) Certified for 2023

The annual appropriation for Statewide Affordable Housing Aid is \$10 million. For 2023 and 2024, there is an additional appropriation of \$12.5 million. The \$22.5 million total is distributed as follows:

- \$15.3 million to all counties, of which \$2.25 million is for transfer to the Minnesota Housing Finance Agency
- \$4.5 million to 37 cities that have a population over 10,000 and are not located in a metropolitan county as defined by Minnesota Statutes, section 473.121, subdivision 4
- \$2.7 million to 7 eligible tribal governments: Bois Forte Band of Chippewa, Fond du Lac Band of Lake Superior Chippewa, Grand Portage Band of Lake Superior Chippewa, Leech Lake Band of Ojibwe, Mille Lacs Band of Ojibwe, White Earth Nation, and Red Lake Nation

2023 Law Changes

Statewide Affordable Housing Aid was created by the 2023 Legislature. The first year of payment is 2023, which will be made in one installment on December 26, 2023.

Counties

The calculation for counties has two components:

- Base aid
- II. Cost-burdened household aid

I. Base Aid

Each county receives 0.6% of the total appropriation available for distribution to counties. For 2023, the total available is \$13.05 million. The amount for each county is:

\$13.05 million x 0.6% = \$78,300

For 2023, the total amount of base aid is \$6,812,100.

II. Cost-Burdened Household Aid

The remaining appropriation is multiplied by each county's distribution factor.

The county distribution factor is the number of households in a county that are cost-burdened divided by the total cost-burdened households in all counties. A "cost-burdened household" is one in which the gross rent is 30 percent or more of household income or in which homeownership costs are 30 percent or more of household income.

For 2023, the data used was used the most recent estimates provided by the American Community Survey of the United States Census Bureau as of May 1, 2023. This was the five-year estimate ending in 2021 from Table DP04, Selected Housing Characteristics, as accessed at

https://data.census.gov/table?q=DP04&tid=ACSDP5Y2021.DP04 and then filtering by Geography > County > Minnesota > All Counties in Minnesota. The characteristics used were:



- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units with a Mortgage, 30.0% to 34.9%
- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units with a Mortgage, 35.0% or more
- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units without a Mortgage, 30.0% to 34.9%
- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units without a mortgage, 35.0% or more
- Gross Rent as a Percentage of Housing Income, Occupied Units Paying Rent, 30.0% to 34.9%
- Gross Rent as a Percentage of Housing Income, Occupied Units Paying Rent, 35.0% or more%

For 2023, the total amount of cost-burdened housing aid is \$6,237,900.

Cities

The entire \$4.5 million appropriation for cities is distributed based on cost-burdened households.

The city distribution factor is the number of households in a city that are cost-burdened divided by the total cost-burdened households in eligible cities. A "cost-burdened household" is one in which the gross rent is 30 percent or more of household income or in which homeownership costs are 30 percent or more of household income.

For 2023, the data used was used the most recent estimates provided by the American Community Survey of the United States Census Bureau as of May 1, 2023. This was the five-year estimate ending in 2021 from Table DP04, Selected Housing Characteristics, as accessed at

https://data.census.gov/table?q=DP04&tid=ACSDP5Y2021.DP04 and then filtering by Geography > Place > Minnesota > All Places in Minnesota. The characteristics used were:

- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units with a Mortgage, 30.0% to 34.9%
- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units with a Mortgage, 35.0% or more
- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units without a Mortgage, 30.0% to 34.9%
- Selected Monthly Owner Costs as a Percentage of Household Income, Housing Units without a mortgage, 35.0% or more
- Gross Rent as a Percentage of Housing Income, Occupied Units Paying Rent, 30.0% to 34.9%
- Gross Rent as a Percentage of Housing Income, Occupied Units Paying Rent, 35.0% or more%

Tribal Governments

The entire \$2.7 million distributed to tribal governments is divided equally between the tribes that opted in to receive aid for that year. For 2023, all 7 eligible tribal governments opted to receive aid. Each will receive \$385,714, except that the amounts for two tribal governments were each increased by \$1 in order to meet the exact appropriation.

SAHA Payment Dates

In 2023, SAHA is paid to all recipients on December 26.