

## Council Bill 120018: Emergency Rental & Utility Assistance

TRACI RATZLIFF, LEGISLATIVE ANALYST FINANCE AND HOUSING COMMITTEE APRIL 6, 2021

## Council Bill 120018: Summary

- Accepts and authorizes spending of the \$22.7 million allocated to the City from the Federal Consolidated Appropriations Act, 2021, passed in December 2020
- Builds on framework established for COVID-19 rental assistance provided over the last year
- Proposed uses include rent & utility assistance

## **Emergency Rental & Utility Assistance Eligibility**

#### **Eligible Households**

- Qualifies for unemployment or has experienced a reduction in household income, incurred significant costs, or experienced a financial hardship due to COVID-19;
- Demonstrates a risk of experiencing homelessness or housing instability; and
- Has a household income at or below 80% AMI.

#### **Eligible Costs**

- 90% for direct financial assistance, including rent, rental arrears, utilities and home energy costs, utilities and home energy costs arrears, and other expenses related to housing
- 10% for housing stability services and administrative costs

## **Ongoing Need for Rental Assistance**

- > 13,000 Seattle renters behind on rent payments
- Typical arrears of 1.5 to 3 months (\$3,000 \$5,000 per household)
- 11% of white households report behind on rent payments compared to 21% of Latino households and 18% of black households

Source: Extrapolated from Seattle-Bellevue-Tacoma Metro Area Pulse Survey

# **Proposed Allocations of \$22.7 million**

Amount	Administrator	Purpose
\$ 8 million	United Way	Rental assistance for low-income tenants and small landlords applying on behalf of eligible tenants.
\$ 7 million	Office of Housing	Rental assistance for the low-income tenants in publicly subsidized affordable housing.
\$6.2 million	Community Based Organizations	Rental assistance and support services for low-income tenants disproportionately impacted by COVID-19.
\$1.5 million	Seattle City Light Seattle Public Utilities	Emergency utility assistance for low-income renters with outstanding utility bills.

### **Proposed Amendments to CB 120018**

- 1. Eliminate the \$1.5 million proposed for utility assistance and reallocates those funds to rental assistance programs (\$750,000 to United Way and \$750,000 to Office of Housing)
  - Councilmember Mosqueda
- 2. Add internet services as an eligible cost for rental assistance funding
  - Councilmember Mosqueda on behalf of Councilmember Pedersen
- 3. Require proactive outreach to landlords regarding available rental assistance funding
  - Councilmember Herbold

# Questions?