

## MID-COUNTY CITIZENS ADVISORY BOARD

Isiah Leggett

County Executive

Luisa Montero-Diaz Mid-County RSC Director

April 18, 2017

The Honorable Isiah Leggett Montgomery County Executive 101 Monroe Street, 2<sup>nd</sup> Floor Rockville, MD 20850 The Honorable Hans Riemer President, Montgomery County Council 100 Maryland Avenue Rockville, MD 20850

Re: Moderately-Priced Dwelling Unit (MPDU) Policy Updates: Bills 34-17 and 38-17

Dear County Executive Leggett and Council President Riemer:

At its April 17, 2018 meeting, the Mid-County Citizens Advisory Board (MCCAB) unanimously voted to support—with qualification—updates to the County's MPDU program proposed under bills 34-17 and 38-17.

Based on MCCAB's understanding of the proposed legislation, Bill 34-17 clarifies the County's MPDU requirements and provides new flexibility to the Director of the Department of Housing and Community Affairs (DHCA) in order to maximize the benefits of the MPDU program. The Bill provides the Director with the authority to approve agreements that base a proposed development's MPDU requirement on gross floor area rather than unit count. MCCAB recognizes that such agreements would likely reduce the net number of affordable units supplied by a development, but in turn would result in more two and three bedroom units. As Mid-County families often have difficulty locating affordable units with multiple bedrooms for their children, MCCAB fully supports this trade-off.

Bill 34-17 also proposes increased flexibility to allow the Director of DHCA to accept payments into the County's Housing Initiative Fund (HIF) rather than require the development of on-site MPDUs. As written, the current legislation does not dictate that money accepted into the fund must be spent within the bounds of a project's policy area. While payments for off-site housing may increase the net number of affordable units available in the County, such a system may also inadvertently concentrate MPDUs to specific neighborhoods in the County. MCCAB believes that Mid-County contains many examples of thriving mixed-income communities, and notes that high-demand, high-

opportunity locations elsewhere in the County should not be permitted to skirt social responsibility by locating units off-site.

As such, our support for the increased flexibility provided through 34-17 is contingent on additional monitoring provisions in the legislation. The Director's annual report should break out payments made into and disbursements from the HIF by policy area and school cluster. The report should additionally show the number of existing and newly created MPDU *bedrooms* by policy area and school cluster. The additional monitoring provisions will increase transparency and inform future updates to the County's MPDU program.

MCCAB fully supports the intent of Bill 38-17 as it will generate more affordable housing opportunities for families in high-opportunity areas.

MCCAB appreciates the opportunity to comment on these important bills. As stewards of opportunity for all County residents, we hope you consider our proposed additions to Bill 34-17.

Sincerely,

Francisco Romero

MCCAB Chair

Cc:

**County Council Members** 

Hon. Nancy Navarro

Hon. Roger Berliner

Hon, Marc Elrich

Hon. Nancy Floreen

Hon. Tom Hucker

Hon. Sidney Katz

Hon. George Leventhal

Hon. Craig Rice