

KATIE HOBBS
Governor



JOAN SERVISS
Director

**STATE OF ARIZONA
DEPARTMENT OF HOUSING**

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December 31, 2024

Governor Katie Hobbs
Office of the Governor
1700 W. Washington St.
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The Honorable Warren Petersen
President of the Senate
Arizona State Senate
1700 West Washington
Phoenix, AZ 85007

The Honorable Ben Toma
Speaker of the House
Arizona House of Representatives
1700 West Washington
Phoenix, AZ 85007

Secretary of State Adrian Fontes
Office of the Secretary of State
1700 W. Washington St., Floor 7
Phoenix, AZ 85007

RE: Arizona Department of Housing State Low Income Housing Tax Credit Report for Calendar Year 2024 and the Homeless Shelter and Services Fund Report for Fiscal Year 2023 and 2024

Pursuant to state law A.R.S. § 41-3954(H), the Arizona Department of Housing (“ADOH” or “Department”) is required to provide to your office the State Tax Credit Report and the Homeless Shelter and Services Fund report pursuant to enabling legislation found in Senate Bill 1728 from the 56th Legislature, First Regular Session, with both report due no later than December 31st.

State Low Income Housing Tax Credit

The Arizona Department of Housing is pleased to have made significant investment in affordable housing throughout the state utilizing our State Low Income Housing Tax Credit (“STC”) program. The STC program, adopted in a bipartisan vote in 2021, includes \$4 million annually for eligible affordable housing projects. Since inception, every STC allocation round has been competitive and oversubscribed, showing the need of the STC program and the impact it makes in communities.

Commencing in 2022, STC rounds have resulted in \$13.8 million state tax credits awarded to 14 projects for the creation of 1,589 affordable housing units. STC Projects are or will be located in Gila, Pima, Maricopa, and Yavapai counties respectively. Last year, the State's first STC projects, Centerline on Glendale I and Centerline on Glendale II had their groundbreaking ceremonies and commenced construction. This year, Hill Street School, one of the first 9% low income housing tax credit projects to receive STC has placed in service.

In calendar year 2024, the Department held three separate STC allocation rounds awarding six projects contributing to 582 units of affordable housing units to be created. Three counties, Gila, Maricopa, and Yavapai will have projects that include STC from 2024. It is anticipated these six projects will house 1,433 persons and have an economic impact of more than \$200 million through anticipated project costs.

Homeless Shelter and Services Fund

During the 56th Arizona Legislature, First Regular Session, the Homeless Shelter and Services Fund was created and funded through an appropriation of \$40 million dollars through the budget reconciliation process for Fiscal Year 2024. A supplemental appropriation of \$20 million dollars was also funded to the Department for FY23 to provide immediate assistance to counties, cities, towns, tribal governments and nonprofit organizations for programs that provide shelter and services to unsheltered persons who are experiencing homelessness. As a result of the combined \$60 million dollars to provide shelter and support to Arizona's unsheltered population, 31 awards were funded to provide the following outcomes (see grant award details in attached report):

- 116 Transitional Housing Units, providing increased stability and self-sufficiency for those individuals assisted.
- 1,106 new and preserved shelter beds, reducing immediate harm for individuals living on the streets and reducing strain on public resources.
- 400 people assisted in a Safe Outdoor Space, providing pathways to services and reducing displacement and criminalization.
- 9,576 unsheltered individuals assisted through direct services and/or shelter, reducing health risks and substance abuse for those individuals receiving help.

The Department is committed to fostering economic growth, housing development, and assistance to our state's vulnerable populations through initiatives like the State Low Income Housing Tax Credit program and the Homeless Shelter and Services Fund. Together, we can continue building a brighter community for all. We look forward to celebrating the both program's ongoing success and the meaningful impact it has for many years to come.

Sincerely,



Joan Serviss
Director



**ARIZONA DEPARTMENT OF HOUSING
CY2024 State Tax Credit Reservation Commitments**

9% Low Income Housing Tax Credits														
PROJECT NAME & ADDRESS	COUNTY	LEGISLATIVE DISTRICTS		UNITS		# OF ANTICIPATED PERSONS	FAMILY OR SENIOR	PROJECT TYPE	MULTIFAMILY OR SINGLE FAMILY	STATE TAX CREDIT AWARDED	STATE TAX CREDIT FISCAL YEAR	TAX CREDIT AWARDED	10 YR AMOUNT OF TAX CREDITS	PROJECT COST
		STATE SENATE / STATE HOUSE	CONGRESSIONAL	TOTAL	LIHTC									
Green Valley Apartments II McLane Road Payson, AZ 85541-0000	Gila	7	2	40	39	90	Family	New Construction	Multifamily	\$943,050.00	FY24	\$1,886,100.00	\$18,861,000.00	\$21,771,156.00
Sycamore Vista Phase II 355 N Homestead Parkway Camp Verde, AZ 86322-0000	Yavapai	1	2	80	60	180	Family	New Construction	Multifamily	\$1,000,000.00	FY24	\$2,000,000.00	\$20,000,000.00	\$32,198,645.00
				120	99	270				\$1,943,050.00		\$3,886,100.00	\$38,861,000.00	\$53,969,801.00

4% Low Income Housing Tax Credits														
PROJECT NAME & ADDRESS	COUNTY	LEGISLATIVE DISTRICTS		UNITS		# OF ANTICIPATED PERSONS	FAMILY OR SENIOR	PROJECT TYPE	MULTIFAMILY OR SINGLE FAMILY	STATE TAX CREDIT AWARDED	STATE TAX CREDIT FISCAL YEAR	TAX CREDIT AWARDED	10 YR AMOUNT OF TAX CREDITS	PROJECT COST
		STATE SENATE / STATE HOUSE	CONGRESSIONAL	TOTAL	LIHTC									
The Acacia at Youngtown Phase II W Peoria Avenue and Nofs Drive Youngtown, AZ 85363-0000	Maricopa	29	9	120	120	270	Family	New Construction	Multifamily	\$ 1,000,000.00	FY24	\$2,000,000.00	\$20,000,000.00	\$ 44,975,948.00
Helen Drake Village 7600 N 27th Avenue Phoenix, AZ 85051-0000	Maricopa	26	8	80	79	180	Family	New Construction	Multifamily	\$ 1,000,000.00	FY25	TBD	TBD	TBD
Horizon on Villa 500 N 20th Street Phoenix, AZ 85006-0000	Maricopa	5	3	109	76	245	Family	Acquisition/ Demolition/ New Construction	Multifamily	\$ 1,000,000.00	FY24	\$1,763,571.00	\$17,635,710.00	\$ 55,311,584.00
Wickenburg Apartments SW Corner of Wickenburg Way and Saguaro Drive Wickenburg, AZ 85390-2287	Maricopa	3	4	208	208	468	Family	New Construction	Multifamily	\$ 1,000,000.00	FY25	TBD	TBD	TBD
				517	483	1,163				\$4,000,000.00		\$3,763,571.00	\$37,635,710.00	\$100,287,532.00



**ARIZONA DEPARTMENT OF HOUSING
FY23 and FY24 Homeless Shelter & Services Fund Awards**

Fiscal Year	Project Name	Awarded Agency	Org. Type	Location/Region served	Project Type	Special Populations	Rural/Metro	Funding Amount
2023	Unsheltered Homeless Assistance	City of Flagstaff	Government	City of Flagstaff	Support services		Rural	\$840,000
2023	Services & Support	City of Mesa	Government	City of Mesa	Wrap around services + new shelter beds		Metro	\$1,000,000
2023	Safe Outdoor Space	City of Phoenix	Government	City of Phoenix	Safe outdoor space + support services		Metro	\$13,300,000
2023	Bridge Housing	City of Scottsdale	Government	City of Scottsdale	Temporary housing + support services		Metro	\$940,000
2023	Unsheltered Homeless Assistance	City of Tempe	Government	City of Tempe	New shelter beds		Metro	\$929,000
2023	Unsheltered Homeless Assistance	City of Tucson	Government	City of Tucson	Shelter beds + support services + day use center		Metro	\$2,733,000
2023	Unsheltered Homeless Assistance	Coconino County	Government	Coconino County	Support services		Rural	\$133,000
2023	Crossroads Mission	Crossroads Mission	Government	City of Nogales	New shelter beds		Rural	\$53,171
2024	Promise of a New Day (POND) Housing Program	1N10 Inc. dba One-n-Ten	Non-profit	Maricopa County	Homeless Youth Housing Program	Youth	Metro	\$1,943,767
2024	Bullhead City Day Use Center and Shelter	Catholic Charities Community Services	Non-profit	Bullhead City	Day use center + new shelter beds		Rural	\$2,854,636
2024	Crisis Response Outreach & Dream Center Residential Recovery	Phoenix Dream Center	Non-profit	3210 Grand Ave, Phoenix, AZ 85017	Homeless residential recovery program		Metro	\$2,184,522
2024	West Phoenix Navigation Center	City of Phoenix	Government	11 S. 71st Ave., Phoenix AZ 85043	New shelter beds		Metro	\$3,120,035
2024	Unsheltered Homeless Rehousing Program	City of Sedona	Government	Sedona	Unsheltered homelessness move-in + rental aid		Rural	\$875,638
2024	Outreach/ Navigation and Shelter Expansion	City of Tucson Housing and Community Development	Government	City of Tucson	Support services + new shelter beds		Metro	\$4,000,000
2024	Ozanam Interim Housing Community	Diocesan Council for the Society of St. Vincent De Paul Diocese Phoenix	Non-profit	2739 E. Washington Street, Phoenix, AZ 85034	New transitional shelter beds		Metro	\$4,000,000
2024	Transitional Housing	Flagstaff Shelter Services	Non-profit	2440 E Lucky Ln, Flagstaff, AZ 86004	Transitional units		Rural	\$1,555,000
2024	Roof Overhead	Gila Valley Samaritan Home	Non-profit	Graham & Greenlee Counties	Support services		Rural	\$113,009
2024	Respiro Shelter	Human Services Campus Inc.	Non-profit	9th Avenue and Jackson Street, Phoenix, AZ	New shelter beds		Metro	\$4,000,000
2024	Path to Housing Expansion	Justa Center	Non-profit	Phoenix Metro Area	Support services	Seniors	Metro	\$500,000
2024	Empowering Mothers: Shelter and Services	Maggies Place Inc.	Non-profit	Maricopa County	Support services	Pregnant mothers & single mothers	Metro	\$330,000
2024	Casa del Pueblo	Old Pueblo Community Services	Non-profit	2717 S 6th Ave, Tucson, AZ 85713	New shelter beds		Metro	\$4,000,000
2024	Casa Amparo	Old Pueblo Community Services	Non-profit	318 E. Kleindale, Tucson, AZ	New shelter beds		Metro	\$3,140,007
2024	Open Hearts and Open Doors	Open Hearts	Non-profit	7th Street and Palm Lane, Phoenix, AZ	Transitional housing units	Youth aging out of foster care	Metro	\$3,015,000
2024	Emergency Housing	Pima County Community and Workforce Development	Government	1440 S. Craycroft Road, Tucson	New shelter beds		Metro	\$3,513,944
2024	Shelter Expansion	Sister Jose Women's Center	Non-profit	Tucson, AZ	Shelter expansion		Metro	\$224,920
2024	Impact Project	Sister Jose Women's Center	Non-profit	Tucson, AZ	New shelter beds		Metro	\$500,000