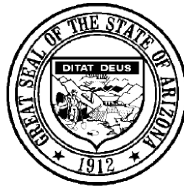


KATIE HOBBS
Governor



JOAN SERVISS
Director

**STATE OF ARIZONA
DEPARTMENT OF HOUSING**

1110 W. Washington, Suite 280, Phoenix, AZ 85007
(602) 771-1000 • www.azhousing.gov

September 1, 2023

The Honorable Warren Petersen
President of the Senate
Arizona State Senate
1700 West Washington
Phoenix, AZ 85007

**RE: Reporting requirements per A.R.S. § 41-3955(E); 35-728(D); and 41-3955.02(C)
Housing Trust Fund; Low-Income Housing Tax Credit Program; Military Transitional
Housing Fund**

Dear President Petersen:

Pursuant to state law, A.R.S. § 41-3955(E); 35-728(D); and 41-3955.02(C), the Arizona Department of Housing is required to provide to your office reports for the Housing Trust Fund, the Low-Income Housing Tax Credit (LIHTC) program, and the Military Transitional Housing Fund no later than September 1st and 30th of every year. We are pleased to provide these reports, which include information on housing programs and projects funded during FY2023. The programs administered by the Arizona Department of Housing provide monies to meet a variety of housing needs around the state.

State Housing Trust Fund

The Housing Trust Fund provides flexible funding for affordable housing projects throughout Arizona, including matching funds for several federal housing programs. While new annual allocations from the State's Unclaimed Property Fund are capped at \$2.5 million, other resources are also deposited into the account such as fees earned through the Arizona Industrial Development Authority's single-family mortgage program (which the Department designed), loan repayments, interest, and other monies that revert to the fund. During FY2023, grants and loans totaling \$21.903 million were expended, and \$60 million was committed to new projects and programs, which are outlined in the attached report.

Low-Income Housing Tax Credit Program

The LIHTC Program is a federal program of the U.S. Department of the Treasury/Internal Revenue Service that awards tax credits to private housing developers. The credits are sold to investors and the proceeds are utilized to finance the new construction or acquisition/rehabilitation of rental units for low to moderate-income households. Federal tax credits awarded in FY2023 will provide over \$88.5 million in resources for the development of 4,240 affordable rental units around the state.

Military Housing Fund

The Military Housing Fund was established in FY 2022 to provide funding for transitional housing opportunities for military members separating from the military. This fund, however, did not receive a funding allocation FY 2023. In FY 2024, this fund received an allocation of \$1.9 million. The Arizona Department of Housing is currently soliciting feedback from stakeholders and will release a Notice of Funding Availability in winter of 2023. Interested parties will be required to submit a funding application. Applications will be reviewed in accordance with the solicitation requirements memorialized in the upcoming Notice of Funding Availability.

Should you have any questions regarding these reports, please feel free to contact me at (602) 771-1007.

Sincerely,



Joan Serviss
Director

CC: Secretary of State Adrian Fontes

Enclosures

FY 2023 Housing Trust Fund Commitments

Recipient	HTF Commitment	Set Aside/Type of Funds	Activity
12th Street Apartments	\$ 3,000,000.00	Rental Programs	Affordable Rental Housing Development
A New Leaf	\$ 284,085.00	Special Needs	Rapid Rehousing
Acacia Heights II	\$ 1,000,000.00	Rental Programs	Affordable Rental Housing Development
Agave House	\$ 3,000,000.00	Rental Programs	Affordable Rental Housing Development
Arizona State University	\$ 200,000.00	Other Projects	Maricopa County Youth Homelessness Needs Study
Balance of State Continuum of Care	\$ 76,500.00	Other Projects	HMIS Licenses and Reports
Balance of State Continuum of Care	\$ 340,888.00	Special Needs	Administration for Rural Continuums of Care
Balance of State Continuum of Care	\$ 746,766.00	Special Needs	UFA Contingency Match funding for Federal COC Requirement
Balance of State Continuum of Care	\$ 120,000.00	Special Needs	COC Training Platform
Balance of State Continuum of Care	\$ 1,575,788.00	Special Needs	Capacity Building
Balance of State Continuum of Care	\$ 110,000.00	Special Needs	Homeless ID Project
Balance of State Continuum of Care	\$ 60,000.00	Special Needs	Payson Gila County Fire Relief Relocation
Balance of State Continuum of Care	\$ 333,133.00	Special Needs	Homeless Prevention
Bret Tarver Terrace	\$ 4,000,000.00	Rental Programs	Affordable Rental Housing Development
CAHRA	\$ 254,600.00	Special Needs	Rapid Rehousing
Catholic Charities	\$ 130,000.00	Special Needs	Housing Navigator - Northern Arizona
Catholic Charities	\$ 285,000.00	Special Needs	Rapid Rehousing
Catholic Charities	\$ 1,000,000.00	Special Needs	Homeless Youth Connection
Clear 21	\$ 4,000,000.00	Rental Programs	Affordable Rental Housing Development
Cottonwood Ranch Apartments	\$ 2,000,000.00	Rental Programs	Affordable Rental Housing Development
Flagstaff Shelter Services	\$ 150,000.00	Special Needs	Shelter Operations
Gila House	\$ 280,678.00	Other Projects	Bridge Housing
Good Neighbor Alliance	\$ 54,000.00	Special Needs	Rapid Rehousing
Juniper Square	\$ 645,000.00	Rental Programs	Affordable Rental Housing Development
Navajo and Hopi Tribes	\$ 4,000,000.00	Housing Programs	Tribal Housing Programs
New Freedom	\$ 1,000,000.00	Special Needs	Transitional Housing
Norton Circle	\$ 355,000.00	Rental Programs	Affordable Rental Housing Development
OCCAC	\$ 80,000.00	Special Needs	Rapid Rehousing
Pinal Hispanic Council (Community Partners Inc.)	\$ 5,500,000.00	Special Needs	Eloy Transitional Housing
Sleepy Hollow Estates	\$ 2,000,000.00	Rental Programs	Affordable Rental Housing Development
Southwest Fair Housing Council	\$ 153,000.00	Other Projects	Housing Counseling
St Vincent dePaul	\$ 6,000,000.00	Special Needs	Ozanam Manor Expansion
Steel & Spark	\$ 1,250,000.00	Other Projects	Sustainable Container Homes
Steeplechase	\$ 2,150,000.00	Rental Programs	Affordable Rental Housing Development
Sunset Vista Estates	\$ 1,000,000.00	Rental Programs	Affordable Rental Housing Development
The Cove	\$ 1,000,000.00	Rental Programs	Affordable Rental Housing Development
The Reserve at Thunderbird	\$ 1,000,000.00	Rental Programs	Affordable Rental Housing Development
The Safford	\$ 3,000,000.00	Rental Programs	Affordable Rental Housing Development
The Villas on Lake Mary	\$ 1,000,000.00	Rental Programs	Affordable Rental Housing Development
UMOM	\$ 58,782.00	Special Needs	Rapid Rehousing
Verde Plaza	\$ 1,850,000.00	Rental Programs	Affordable Rental Housing Development
WACOG	\$ 230,400.00	Special Needs	Rapid Rehousing
YMCA	\$ 4,726,380.00	Special Needs	Homeless Youth Shelter Beds
TOTAL	\$ 60,000,000.00		

**ARIZONA DEPARTMENT OF HOUSING
FY2023 Low Income Housing Tax Credit Reservation Commitments**

9% Low Income Housing Tax Credits						
PROJECT NAME & ADDRESS	COUNTY	UNITS		PROJECT TYPE	STATE TAX CREDIT AWARDED	TAX CREDIT AWARDED
		TOTAL	LIHTC			
Belvedere Terrace 4431 E. 22nd Street Tucson, AZ 85711-5707	Pima	72	72	New Construction		\$2,500,000.00
Catalina Square 3000 S. Catalina Drive Yuma, AZ 85364-8242	Yuma	100	100	Rehabilitation		\$2,500,000.00
CLEAR21 2160 Clearwater Drive Bullhead City, AZ 86442-4916	Mohave	66	66	New Construction		\$2,496,138.00
Desert Dove Apartments 6163-6165 S. Midvale Park Road Tucson, AZ 85746-3225	Pima	63	62	New Construction		\$2,500,000.00
Fort Whipple Quarters 500 N. State Route 89 Prescott, AZ 86313-5001	Yavapai	23	23	Rehabilitation		\$1,000,000.00
Granite Point Apartments 101 S. 6th Street Cottonwood, AZ 86326-4262	Yavapai	68	68	Rehabilitation		\$1,530,000.00
La Victoria Commons 2320 E. Apache Boulevard Tempe, AZ 85281-4920	Maricopa	104	104	New Construction		\$2,500,000.00
Miami Inspiration Housing 901-909-912 Rose Road Miami, AZ 85539-1541	Gila	40	40	New Construction / Rehabilitation	\$875,000.00	\$1,750,000.00
Pascua Yaqui Homes X Vacant Parcel West of Camino Cocoim Street & Avaso Kawi Street Tucson, AZ 85757-7603	Pima	45	45	Tribal/ New Construction		\$2,500,000.00
Phoenix Scholar House 2945 N. 18th Place Phoenix, AZ 85016-7705	Maricopa	56	56	New Construction		\$2,465,738.00
Sidney P Osborn One NEC of N. 17th Street & E. Monroe Street Phoenix, AZ 85034-1221	Maricopa	115	70	New Construction		\$2,500,000.00
Sunland Terrace 435 E. Sunland Avenue Phoenix, AZ 85040-9301	Maricopa	80	80	Rehabilitation		\$2,431,822.00
Sycamore Vista Phase I 365 N. Homestead Parkway Camp Verde, AZ 86322-0000	Yavapai	80	53	New Construction	\$1,000,000.00	\$2,000,000.00
Vistara SEC of East 17th Street & Riley Avenue Yuma, AZ 85365	Yuma	80	80	New Construction		\$2,500,000.00
West Point Apartments II 18-20 East Ochoa Tucson, AZ 85701-1915	Pima	85	84	New Construction		\$2,500,000.00
Yavapai Apache Homes VIII East Cherry Creek Road & Old Highway 279 Camp Verde, AZ 86322-8412	Yavapai	40	39	Tribal/ New Construction		\$2,500,000.00
		1117	1042		\$ 1,875,000.00	\$36,173,698.00

4% Low Income Housing Tax Credits						
PROJECT NAME & ADDRESS	COUNTY	UNITS		PROJECT TYPE	STATE TAX CREDIT AWARDED	TAX CREDIT AWARDED
		TOTAL	LIHTC			
Agave House 1936 North Trezell Road Casa Grande, AZ 85122	Pinal	216	216	New Construction		\$3,643,831.00

**ARIZONA DEPARTMENT OF HOUSING
FY2023 Low Income Housing Tax Credit Reservation Commitments**

PROJECT NAME & ADDRESS	COUNTY	UNITS		PROJECT TYPE	STATE TAX CREDIT AWARDED	TAX CREDIT AWARDED
		TOTAL	LIHTC			
Arizona Retirement Home of Scottsdale (ARHS) 7310 East Palm Lane Scottsdale, AZ 85257	Maricopa	46	46	Rehabilitation		\$506,543.00
Bethany Glen Apartments 4788 West Bethany Home Road Glendale, AZ 85301	Maricopa	151	150	New Construction		\$2,888,615.00
Bret Tarver Terrace 3101 W McDowell Rd Phoenix, AZ 85009	Maricopa	96	96	New Construction		\$1,562,975.00
Cascade Apartments 1346 North Stone Avenue Tucson, AZ 85705	Pima	70	70	New Construction		\$813,820.00
Centerline on Glendale I NE Corner of North 67th Avenue and Ocotillo Glendale, AZ 85301	Maricopa	186	186	New Construction	received a FY2022 award of STC	\$2,000,000.00
Centerline on Glendale II SE Corner of West Glendale & North 67th Avenue Glendale, AZ 85301	Maricopa	182	182	New Construction	received a FY2022 award of STC	\$2,000,000.00
Estrella Springs SEC of Van Buren Street and South Cotton Lane Goodyear, AZ 85338	Maricopa	396	396	New Construction		\$8,774,020.00
Mesa Vista 75 South Trezell Road Casa Grande, AZ 85122	Pinal	200	200	New Construction		\$3,759,090.00
Phoenix Manor Apartments 2636 North 41st Avenue Phoenix, AZ 85009	Maricopa	450	450	Rehabilitation		\$4,705,690.00
Pueblo Apartments 316 W Broadway Road Phoenix, AZ 85041	Maricopa	161	161	New Construction		\$2,142,198.00
Solana Villas MC 85 and South Miller Road Buckeye, AZ 85326	Maricopa	200	200	New Construction		\$3,173,069.00
Salt River Flats 4004 South 14th Street Phoenix, AZ 85040	Maricopa	168	168	New Construction		\$2,752,011.00
Steeple Chase 8610 North 91st Avenue Peoria, AZ 85345	Maricopa	110	110	Rehabilitation		\$1,082,551.00
Suncrest Vista SEC of Van Buren Street and South Cotton Lane Goodyear, AZ 85338	Maricopa	262	262	New Construction		\$5,473,046.00
The Safford 8695 N Silverbell Road Marana, AZ 85743	Pima	200	200	New Construction		\$4,213,470.00
Unity at West Glendale 4751 West Glendale Avenue Glendale, AZ 85301	Maricopa	105	105	New Construction		\$1,002,613.00
		3199	3198		\$0.00	\$50,493,542.00

Totals	4,316	4,240
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\$88,542,240.00
