# SUB \_\_\_ TO 2021 RES. 156 (Proposed Wegleitner 9-13-21) PURSUING TEMPORARY AND PERMANENT HOUSING SOLUTIONS FOR PEOPLE EXPERIENCING HOMELESSNESS AND AUTHORIZING FUNDING

#### **Justification**

Authorizing Law: In March of 2021, the federal government authorized the \$1.9 trillion

American Rescue Plan Act (ARPA) authorizing additional funding to respond to and recover

from the COVID-19 pandemic across multiple areas of need. Dane County was allocated over

\$106 million in ARP local aid. A portion of those funds has been committed to various efforts to
prevent and end homelessness and limit spread of COVID-19 through efforts to provide social
distancing in the congregate shelter system. Through the ARPA, Dane County has received a
\$2.25M allocation of funds targeted to the expansion of housing. Dane County's allocation was
determined using the HUD's formula used to allocate annual HOME Investment Partnerships
Program funds. While federal guidance for the use of these funds is forthcoming, national
webinars regarding best practices for the use of these funds have encouraged the purchase and
conversion of hotels for supportive housing for persons who have experienced homelessness.

#### Response to COVID-19 Pandemic

Dane County has prioritized safe sheltering and eviction prevention throughout the COVID-19 pandemic. The County committed funds from the Coronavirus Aid, Relief, and Economic Security Act ("CARES") Act to eviction prevention and has partnered with Tenant Resource Center and Urban Triage to administer Emergency Rent Assistance program funds allocated to the County through federal COVID relief legislation. The County funded Occupy Madison to support the creation of 28 tinier houses for people who had been living outside in 2020 to prevent them from having to live outside during the cold winter months. The County has also funded expanded housing navigation and launched a rapid rehousing program to provide more stable housing options to people experiencing homelessness. The County has funded a hotel sheltering program for families due to the capacity limitations at the family shelter and for individuals who are especially vulnerable to serious illness if infected by COVID-19 ("vulnerable population") and not sufficiently protected in congregate shelter facilities. At its peak, the hotel sheltering program provided safe shelter to approximately 300 households.

#### Vulnerable Population Hotel Sheltering

As local public health emergency orders were lifted in June, 2021, it became more difficult for Dane County to secure long term room availability with local hotels who were partnering in the vulnerable population hotel (VPH) sheltering program. In mid-July, the VPH stopped taking new referrals due to the program ending in August, 2021. Currently, there are 139 people in the hotels designated as VPH and 60 people are on the waitlist. The last two VPH contracts end on August 25 and August 30, 2021. Neither of the VP hotels are interested in extending the contracts. Housing navigation, hotel sheltering case management partners, and supportive housing providers are working to find permanent housing for the people that remain in the

county-funded hotel sheltering and are placing some people. The County is also working to secure new hotel partners. The shelter available to single women operated by The Salvation Army is at capacity. Many people sheltered in VPH were previously living outside in encampments at McPike Park and Reindahl Park.

The County has not yet spent \$2.4M in American Rescue Plan Act (ARPA) funds it allocated for hotel sheltering in 2021, but will use these funds for quarantine shelter and new VPH contracts if secured. The County also has allocated funds in the amount of \$2,659,760 for the Hotels to Housing program in 2021 and \$1,624,252 is unspent. While 90 persons in the Hotel to Housing program have executed leases and more will lease up in the coming months, estimates show there will be unused funding that can be reprogrammed to support additional services and housing options for individuals and couples experiencing homelessness.

Ongoing Need for Supportive Services and Housing for Individuals Experiencing Homelessness

The Dane County Homeless Services Consortium, our Continuum of Care for U.S. Department of Housing and Urban Development (HUD) homelessness assistance grants maintains a coordinated entry lists (aka "by-name" lists) for housing for all the families and individuals who have been identified through our coordinated entry system as experiencing "literal homelessness" (also known as "category 1"). Persons are placed on this list according to a common assessment tool and the length of time they have experienced homelessness. In order to be assessed and placed on the coordinated entry "by-name" list for housing, the person must have been sleeping in a shelter or another place not meant for human habitation (like an encampment) for at least 7 days in a row prior to their assessment. Persons are experiencing chronic homelessness, according to HUD, if they have a verifiable disabling condition and have experienced homelessness for a total of at least 12 months in the last three years.

As of September 3, August 11, 2021, there are 508 616 individuals on the coordinated entry list in Dane County who are currently experiencing homeleessness and almost half of those persons, 238 290 people, are experiencing chronic homelessness. Racial disparities are significant. Black, Indigenous and People of Color (BIPOC) make up the majority of the people on the coordinated entry list and 221 277 people (453%) identify as Black. 142 177 people are seniors (55 and over), 29 43 are veterans, and 43 are youth (18-24 yrs old) on the list. As of August, 11, 2021, The average length of time of individuals on the list waiting for a housing placement is 470 days.

Thousands in Dane County at Risk of Eviction Due to Rent Owed

As of July 5, 2021, 8,573 renters (9.2% of 93,189 total renters) in Dane County are at risk of eviction due to owing back rent.<sup>1</sup> The Centers for Disease Control and Prevention (CDC), on August 3, 2021, issued a new Order which applies in counties with a substantial or high rate of community transmission. This Order is in effect for 60 days and protects renters from being

<sup>&</sup>lt;sup>1</sup> https://www.nytimes.com/2021/07/28/opinion/covid-eviction-moratorium.html

evicted due to non-payment of rent through October 3, 2021 so long as Dane County remains at a substantial or high rate of community transmission. When the Order is no longer applicable, a significant increase in eviction filings is expected. More evictions will also add pressure on our sheltering and homeless services system.

#### Growing Number of People Living in Encampments and Cars

Some of the people who had been in the hotels and who are on the coordinated entry list were previously living in encampments, including but not limited to McPike Park and Reindahl Park in the City of Madison. For much of the pandemic, the City of Madison followed CDC <u>guidance</u> to leave encampments in place. The City of Madison also authorized temporary permitted encampments in a few locations. One of those temporary permanent encampments (TPE) was at Reindahl Park. While the authorization for the TPE expired, the City of Madison, through direction by the Common Council, is allowing the encampment to remain in place while the City pursues alternatives to the Reindahl site. Outreach staff have estimated that as of early August, 2021, they have connected with approximately 125 people who are currently living outside in encampments. The actual number of people experiencing unsheltered homelessness and living outside or in cars is expected to be higher.

State licensed campgrounds operated by the Dane County Parks Department are one of very few lawful alternatives for people experiencing homelessness who lack access to permanent housing. Dane County Ordinances, at sec. 53.07, regulate the campgrounds. Requirements in the ordinances which place limits on reservations, require online reservations, and require payment for reservation fees are particularly burdensome to people who are using the campground as their primary residence because they have no other housing available.

In July, 2012, in response to a request from the Dane County Board, Madison-area Urban Ministry (now known as Just Dane), issued a report to the Dane County Board on alternative sites for Occupy Madison. Occupy Madison had been operating an encampment in an abandoned car lot on East Washington Ave. The Report provided immediate, intermediate, and long term "responses and strategies to address needs and gaps in services". One of the immediate responses and strategies was related to car-camping. The report recommended the following to the County Board over 9 years ago:

Establish car camping sites or parking spots for those living in their cars;

 Identify spots on county owned property, businesses and faith communities parking lots;

 Follow other successful car camping models from around the United States.
 Examples include Santa Barbara, CA, Eugene, OR, Portland, OR, Los Angeles, CA;

3. Create a registration process for those who would like to camp in the available car camping spots;

4. Develop a community outreach program to engage neighbors and address concerns regarding car camping in the neighborhood.

The Delta Variant and High Rate of Community Transmission in Dane County

In early August, the CDC determined that Dane County, like much of the country, was at a high rate of community transmission. On August 17, 2021, PHMDC issued an emergency order, effective August 19, 2021, which requires that everyone age 2 and older wear a face covering or mask when in any enclosed building where other people, except for members of the person's own household or living unit, could be present. The high rate of community transmission in Dane County and throughout much of Wisconsin due to the Delta Variant necessitates alternatives to congregate shelter for persons who are particularly vulnerable to serious illness from COVID-19.

## Opportunities for Collaboration with City of Madison on Temporary and Permanent Housing Solutions and Leveraging Funds

The challenges around unsheltered homelessness in Dane County are not new but, like in communities around the country, they have been made worse by the COVID-19 pandemic. One of the issues the community is struggling with is a growing reluctance to use group shelter settings, in part, for fear of exposure to COVID. As a result, more and more people experiencing homelessness are choosing to live outdoors, in conditions that are both unsafe and unsustainable. The City of Madison has allocated \$2M in ARPA funds for strategies to provide support outside of the shelter system. Funds provided in this proposal are intended for use to support one or more strategies for people currently living outdoors. Money could be used for such things as purchasing property for use as an encampment; installing basic services like running water, bathrooms or electricity; establishing "tiny homes" or similar structures for use by campers: and paying for on-site staff to support and monitor an encampment site. Additional funds are needed to support the purchase, and operation of the tiny house village community and additional sites to support safe and healthy living arrangements for people experiencing homelessness, particularly unsheltered homelessness. Additional options are also needed for people who are car-camping as that is not included in potential encampment sites.

The City has also allocated \$2.5M in ARPA funds for the purchase of a hotel to convert to housing, with some units designated as permanent supportive housing for people who have been experiencing chronic homelessness. Through the ARPA, Dane County has received a \$2.25M allocation of funds targeted to the expansion of housing. Dane County's allocation was determined using the HUD's formula used to allocate annual HOME Investment Partnerships Program funds. While federal guidance for the use of these funds is forthcoming, national webinars regarding best practices for the use of these funds have encouraged the purchase and conversion of hotels for supportive housing for persons who have experienced homelessness.

Precedent for Making Exceptions and Waiving Fees to Mitigate COVID-19 Hardship

Throughout the pandemic, Dane County has offered support for property owners and businesses to mitigate COVID-related burdens. In 2020, the County adopted 2020 Res 20

allowing municipalities to delay property tax payments and waive penalties and fees on their property taxes. In 2021, the County adopted 2020 Res. 442 which allowed Public Health Madison Dane County to provide a 30% rebate for license fees for businesses. The rebate saves business owners with the most common license \$165.

### **Expected Outcomes and Data Collection for ARPA funded projects**

#### Outreach Services

 County funding for outreach services will increase the number of paid staff who are responsible for connecting to people who are experiencing unsheltered homelessness, including those who are living in encampments, living in cars, and living remotely outside. Paid outreach staff offer services, connection to community based resources, and conduct assessments for housing placement for people experiencing homelessness. Increasing paid outreach service will bolster outreach services from other funders, including City of Madison, and help to address a growing unmet need of people experiencing unsheltered homelessness.

Data collection will minimally include the number of and demographics for the people served by 67 the program.

195 Tiny House Village

Supporting an additional tiny house village, in coordination with the City of Madison, could provide up to 30 tiny house sites and provide a permanent, sustainable housing option for at least 30 people.

<u>Data collection will minimally include the number of tiny houses to be funded, and the number and demographics of people living in the tiny house village.</u>

Purchase and Renovation of Hotels and/or Multi-Unit Buildings

Acquiring an existing hotel and, potentially, multi-unit buildings for conversion to efficiency apartments for low-barrier permanent housing for people experiencing homelessness would add potentially dozens of units designated for people on the coordinated entry (aka "by-name") list. The exact number will depend on the cost and size of the properties and potential supportive services partnerships. The buildings will dedicate a significant number of units to people experiencing chronic homelessness, people experiencing non-chronic homelessness, but may also include units for people without a history of homelessness.

Data collection will minimally include the number of units funded, the number of units dedicated to chronic homelessness, and number of units dedicated to people experiencing non-chronic homelessness, the rent levels of the units, and the number and demographics of people living in the funded projects.

NOW THEREFORE BE IT RESOLVED, Dane County shall continue to pursue hotel partnerships to provide safe shelter with previously allocated funds to persons designated in the "vulnerable population" and to avoid returning vulnerable individuals to congregate shelter, unsheltered homelessness, or other unsafe living arrangements. <u>Any funds not spent in 2021 shall be carried over into 2022.</u>

BE IT FURTHER RESOLVED, Dane County allocates \$7M in American Rescue Plan Act funds, to support additional strategies to serve people experiencing homelessness, particularly those experiencing unsheltered homelessness and living in encampments, with expanded services and housing options as follows:

- \$250,000 to expand outreach services to people experiencing unsheltered homelessness;

- \$1.5M for land acquisition, planning, development and operation of one or more permanent tiny house village(s);
- \_\_\_\_\$5.25M for purchase and renovation of one or more hotels or multi-unit buildings to provide supportive, low-barrier housing for people on the coordinated entry byname list.
- Any funds not spent in 2021 shall be carried over into 2022.

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Any funds not spent in 2021 shall be carried over into 2022.

BE IT FURTHER RESOLVED, provided it is a permitted expenditure under forthcoming federal guidance, Dane County designates its additional \$2.25M allocation under the federal HOME funds formula to contribute to the purchase of a hotel to convert to supportive housing for individuals or couples who have experienced homelessness and are on the coordinated entry "by-name" list. If allowable under forthcoming federal guidance, funds may be used to support the acquisition of a hotel in partnership with the City of Madison, with any funds not spent in 2021 carried over into 2022. Dane County should also consider authorizing additional ARPA funds or funding in the 2022 Capital Budget for a hotel purchase outside the City of Madison.

BE IT FURTHER RESOLVED, that the Departments of Human Services, Land and Water Resources, Planning and Development, <u>and Department of Administration</u>, <u>and Public Health</u> shall convene a staff team, <u>with Public Health Madison Dane County serving as a consulting organization</u>, to prepare a report on implementation of lawful <u>camping and car-camping options</u> in Dane County as first recommended to the County Board in July, 2012. The report shall be presented to the City-County Homelessness Issues Committee no later than 60 days after the adoption of this resolution.

BE IT FURTHER RESOLVED, Dane County shall temporarily waive the requirements of ss. 53.07(1),(2), (3), and (5), Dane Co. Ords., for people experiencing homelessness, following a referral from outreach workers, and camping in Dane County campgrounds through March 31, 2022.

BE IT FURTHER RESOLVED, Dane County will continue to pursue reimbursement, to the greatest extent possible, from the Federal Emergency Management Agency (FEMA) for expenditures on non-congregate hotel sheltering, particularly for the sheltering of people particularly vulnerable to serious illness from COVID-19 infection and those in quarantine.

BE IT FURTHER RESOLVED that the County Board requests quarterly reports be shared with the members of the County Board, and that the Health and Human Needs Committee review the reports on a quarterly basis and discuss how the information presented addresses anticipated program outcomes.

BE IT FINALLY RESOLVED, that Dane County, in its 2022 Capital Budget affordable housing development commitment, will prioritize partnerships with nonprofits committed to providing transitional and permanent housing to people who are currently experiencing homelessness, with a strong preference for set asides for persons and families experiencing chronic homelessness.

[This substitute incorporates one amendment from the Parks Commission and all amendments from Board of Health and the Health and Human Needs Committee, adds language regarding ARPA funding in accordance with 2021 Res 013, and updates coordinated entry data on people experiencing homelessness.]

282 -