

CITY OF HENDERSONVILLE STRATEGIC HOUSING PLAN STEERING COMMMITTEE

City Hall – 2^{nd} Floor Meeting Room | $160\ 6^{th}$ Ave. E., | Hendersonville NC 28792 Monday, December $16,\,2024-4:00\ PM$

MINUTES

<u>Present:</u> Council Member Lyndsey Simpson, Council Member Jennifer Hensley, Robert Hooper (WNC

Source), Debi Smith, (TDA), Connie Stewart (Housing Authority); Madeline Offen (Pisgah Legal);

Sarah Cosgrove (Builder's Assoc. of the Blue Ridge); Hilary Paradise (Land of Sky)

Absent: Carsten Erkel (Partnership for Economic Development); Jennifer Duvall (HAC)

Staff Present: City Manager John Connet, City Attorney Angela Beeker, City Clerk Jill Murray, and

Communications Manager Allison Justus

1. CALL TO ORDER

Council Member Jennifer Hensley called the meeting to order at 4:10 p.m. and welcomed those in attendance.

Council Member Lyndsey Simpson arrived late at 4:12 p.m.

2. PUBLIC COMMENT - None

3. APPROVAL OF AGENDA

Sarah Cosgrove moved, seconded by Debi Smith to approve the agenda as presented. A unanimous vote of the Committee Members present followed. Motion carried.

4. APPROVAL OF MINUTES

Debi Smith moved to approve the minutes of November 18, 2024 as presented. A unanimous vote of the Committee Members present followed. Motion carried.

5. NEW BUSINESS

A. 2025 Annual Meeting Calendar – Jill Murray, City Clerk

Debi Smith moved, seconded by Sarah Cosgrove, to approve the 2025 Annual Meeting Calendar as presented. A unanimous vote of the Committee Members present followed. Motion carried.

NOTICE

City of Hendersonville Strategic Housing Plan Steering Committee | 160 6th Avenue E., Hendersonville, NC 28792

CITY OF HENDERSONVILLE

Strategic Housing Plan Steering Committee

2025 ANNUAL SCHEDULE OF REGULAR MEETINGS

<u>Regular Meetings</u> of the City of Hendersonville Strategic Housing Plan Steering Committee are held <u>Monthly on the third Monday of each month at 4:00 p.m.</u> in the 2nd Floor Meeting Room inside of City Hall located at 160 6th Avenue East, Hendersonville NC.

The following regular meetings have been scheduled for 2025:

January 27, 2025	July 21, 2025

February 17, 2025 August 18, 2025

March 24, 2025 September 15, 2025

April 21, 2025 October 20, 2025

May 19, 2025 November 17, 2025

June 16, 2025 December 15, 2025

Meetings are open to the public.

Jill Murray, City Clerk

B. Presentation by Hendersonville Housing Authority – Connie Stewart, Executive Director

Connie gave a brief overview of the Hendersonville Housing Authority and showed the following PowerPoint presentation followed by some questions by the Board.

Hendersonville Housing Authority

203 N Justice Street Hendersonville, NC 28739 828-692-6175



Project Based Section 8 PBRA

- We manage 375 units in Henderson County. 343 units in city limits,
 22 units in Etowah and 10 units in Fletcher.
- 352 units converted to RAD PBRA on 10/1/2020 from Public Housing & the remaining 23 units converted on 6/1/2021.
- Public Housing operated from a Capital Fund that was dispersed to Housing Authorities one time a year and the rent we collected.
- PBRA (Multi-Family) is operated by receiving a voucher from HUD once a month and the rent we collect.
- Our rents are based on 30% of your gross income.
- The contract rents are set by HUD. 80% of the Fair Market Value.

Hendersonville Affordable Housing Corp

- 352 units
- Contract rent for these units are as follows:
- 0 Bedroom \$647
- 1 Bedroom \$651
- 2 Bedroom \$812
- 3 Bedroom \$1089
- 4 Bedroom \$1411
- 5 Bedroom \$1620

RTS Affordable Housing Corp

- 23 units
- Contract rent for these units are as follows:
- 0 Bedroom \$895
- 1 Bedroom \$897
- 2 Bedroom \$1039

Rent

- Your rent is based on 30% of your gross income
- Example: 3 bedroom unit contract rent \$1089.00
- If we figure your rent to \$500.00 on a <u>3 bedroom</u> unit, then you would pay the \$500.00 and HUD would send me a payment of \$589.00.
- We pay all utilities gas, water and electricity
- HHA has a maintenance staff to fix problems
- HHA contracts mowing companies to care for your yard

Applications

- Applications are taken on Tuesday & Wednesday from 8:30 am 11:00am after the first 10 days of the month.
- The applications are taken in person and anyone over 18 years of age must be present at application time.
- Everyone is welcome to apply.
- Please bring ID (those 18 & older) ss cards and birth certificate.
- Applications will be taken even if you do not have these documents with you but we will have to follow for this information.
- A background check is done on all members of household, 18+

Preferences

- Your application is grouped with the size of unit you require.
- Then you are given a preference in that unit size.

Elderly/Disabled persons in Henderson County

Working persons and Elderly Disabled not in Henderson County

Non-working persons

 We have MOU of with Rescue Mission and Safelight and if you are participating in their <u>program</u> you will be given a step up in each of the above categories.

Income Limits

FY 2024 INCOME LIMITS DOCUMENTATION SYSTEM HUD.gov HUD User Home Data Sets Fair Market Rents Section 8 Income Limits MTSP Income Limits HUD LIHTC Database FY 2024 Income Limits Summary FY 2024 Income Limit Area Median Family Income Click for More Detail FY 2024 Income Limit Category 1 2 3 4 5 6 7 8

FY 2024	ncome Click for More Detail FY 2024 Income Limit		come Limit Persons in Family										
Limit Area			1	2	3	4	5	6	7	8			
		Very Low (50%) Income Limits (\$) Click for More Detail	32,700	37,400	42,050	46,750	50,450	54,200	57,950	61,700			
Asheville, NC HUD Metro FMR Area	\$86,100	Extremely Low Income Limits (\$)*	19,650 22,450 25,8 Detail 50me 52,350 59,800 67,3	22,450	25,820	31,200	36,580	41,960	47,340	52,720			
		Click for More Detail											
		Low (80%) Income Limits (\$)		52,350 59,800	52,350 59,80	52,350	52,350	67,300	74,800	80,750	86,750	92,750	98,750
		Click for More Detail											

NOTE: Henderson County is part of the Asheville, NC HUD Metro FMR Area, so all information presented here applies to all of the Asheville, NC HUD Metro FMR Area. HUD generally uses the Office of Management and Budget (OMB) area definitions in the calculation of income limit program parameters. However, to ensure that program parameters do not vary significantly due to area definition changes, HUD has used custom geographic definitions for the Asheville, NC HUD Metro FMR Area.

The Asheville, NC HUD Metro FMR Area contains the following areas: Buncombe County, NC; Henderson County, NC; and Madison County, NC.

Maximum Rents

- HUD sets a limit on rent we can charge by bedroom size.
- FY 2024
- 0 Bedroom \$1428
- 1 Bedroom \$1496
- 2 Bedroom \$1680
- 3 Bedroom \$2160
- 4 Bedroom \$2851



























Hurricane Helene

- HAHC lost 48 units to Hurricane Helene
- 30 units in Lincoln Circle
- 18 in Robinson Terrace Family
- FEMA is assisting these families with shelter at this time.
- All of the damaged units have been cleaned out and we were given authorization from the families to dispose of unwanted items.
- We are starting to gut the units to stop the mold growth and we are working with EPA and HUD on the standards of air quality and remediation of the mold.







Waiting List

- As of the storm, we are not taking applications at this time.
- We are not housing anyone on the waiting in 2 or 3 bedrooms at this time. We are offering all available units to displaced residents.
- We have been able to house 15 of the families that lost their unit to Hurricane Helene.
 - C. WNC Source Update Robert Hooper, Housing Director

Robert Hooper gave a brief PowerPoint presentation about WNC Source Housing Services and answered some questions from the Board.

WNCSOURCE HOUSING SERVICES

Details & Data

Empowering people, transforming lives

What are Housing Choice Vouchers?

 The housing choice voucher program is the federal government's major program for assisting very low-income families, the elderly, and the disabled to afford decent, safe, and sanitary housing in the private market. Since housing assistance is provided on behalf of the family or individual, participants are able to find their own housing, including single-family homes, townhouses and apartments.

https://www.hud.gov/topics/housing_choice_voucher_program_sect ion 8

PROGRAM OVERVIEW

- Voucher Administrator for Henderson & Transylvania County
- WNCSOURCE establishes payment standards and utility allowance schedule for both counties
- Approx. 649 On Waitlist (Henderson 539; Transylvania 110)
- 677 Total Vouchers
- Approximately 625 Active (Henderson 459; Transylvania 155)
 - Special Purpose Vouchers Administered: HUD VASH & Non-Elderly & Disabled (N.E.D.)
- Portability port to any PHA in U.S. that has voucher program
- F.S.S. (Family Self-Sufficiency) 25 Currently Enrolled
 - > All program participants are eligible to join.
 - > Participants identify and work toward their own self sufficiency goals
 - ➤ Monthly deposits into Escrow Account
 - Receives a check upon graduation from the F.S.S. program

Program Eligibility

Eligibility Requirements and Preferences

- We admit at the Very-<u>low income</u> level (50 Percent of Area Median Income. Ex: \$32,700 for 1 Person & \$46,750 for family of 4)
- > Preferences:
 - 1. Elderly, disabled, or families with minor children.
 - 2. <u>Local Residents</u> of Henderson and Transylvania County
 - 3. Homeless w/ verification
- ➤ Criminal History: Denial based on Violent and Drug related convictions within past 5 Years
 - ✓ Denials can be appealed.

Applicant family must:

- Qualify as a family as defined by HUD and the PHA.
- Have income at or below HUD-specified income limits.
- Qualify on the basis of citizenship or the eligible immigrant status of family members.
- Provide social security number information for household members as required.
- Consent to the PHA's collection and use of family information as provided for in PHAprovided consent forms.
- > Duplicative subsidy not allowed.

Voucher Issuance to Lease Up (6 Steps)

- 1. Voucher Issuance appointment
- 2. Voucher Issued
 - > Based on family size
 - Payment Standard attached to bedroom size on voucher
 - Normal Voucher Term is 120 days with 30 additional days with reasonable accommodation request (requires approval).
- 3. Tenant submits RTA (Request for Tenancy Approval) packet
 - > Rent Reasonableness
 - ➤ Rent must not exceed 30% of Adjusted Monthly Income

- 4. HQS Inspection
 - Assistance <u>can begin</u> on the day unit passes inspection but never prior to that date.
- 5. LEASE: WNCSOURCE must request, review and approve the lease.
- 6. HAP CONTRCT: Once approved, owner and WNCSOURCE signs the HAP Contract.

WNCSOURCE HCV Data

HCV Program Data (23' & 24')

- Success Rate: 39%
 (Success Rate reflects the number of vouchers issued to those who successfully lease up)
 - → Henderson: 39%→ Transylvania: 42.6%

Attrition Rate: 12%

HCV Data – Henderson County

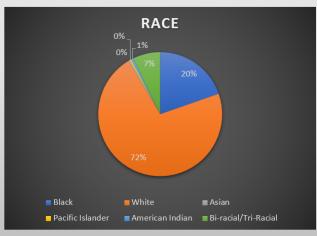
- Average Annual Income: \$17,054
- Demographics: 459 families (784 People)
 - > 20 identified as Hispanic
 - > Race:
 - 1. White: 336
 - 2. Black: 84
 - 3. Indian American: 4
 - 4. Asian:
 - . Pacific Islander: 2
 - 6. Biracial: 31

> Age:

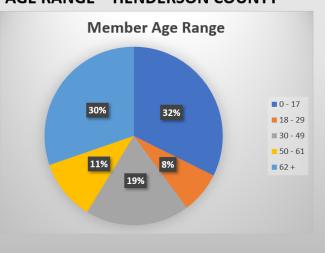
- > 0 17: 253
- ▶ 18 29: 59
- > 30 49: 148
- > 50 61: 86
- > 62 +: 237

Henderson County HCV Participants

RACE – HENDERSON COUNTY



AGE RANGE - HENDERSON COUNTY





12/4/2024

WNCSOURCE

2025 VOUCHER PAYMENT STANDARDS

Note: Effective Date for new contracts is immediate and effective November 14, 2024. Effective Date for Annual Recertification is January 1, 2025

Transylvania County

Current FMRs & Voucher Payment Standards	0 BR	1 BR	2 BR	3 BR	4 BR
2024 HUD Fair Market Rents	853	858	1128	1364	1378
2024 WNCSOURCE Payment Standards	1023	1029	1353	1636	2085
2025 FMRs & Proposed Voucher Payment Standards	0 BR	1 BR	2 BR	3 BR	4 BR
2025 HUD Fair Market Rents	871	877	1150	1386	1729
Effective Nov 14, 2024 for New Contracts Effective Jan 1, 2025 for Recertifications WNCSOURCE Payment Standards	1045	1052	1380	1663	2074

Henderson County

Current FMRs & Voucher Payment Standards	0 BR	1 BR	2 BR	3 BR	4 BR
2023 HUD Fair Market Rents	1428	1496	1680	2160	2851
2023 WNCSOURCE Payment Standards	1428	1496	1680	2160	2851
2024 FMRs & Proposed Voucher Payment Standards	0 BR	1 BR	2 BR	3 BR	4 BR
2024 HUD Fair Market Rents	1286	1347	1512	1944	2566
Effective Nov 14, 2024 for New Contracts Effective Jan 1, 2025 for Recertifications WNCSOURCE Payment Standards	1427	1495	1678	2157	2848

D. Landlord/Tenant Law - Madeline Offen. Attorney

Attorney Madeline Offen gave a PowerPoint presentation explaining North Carolina Landlord/Tenant Law.

NORTH CAROLINA LANDLORD TENANT LAW

Madeline Offen Managing Attorney at Pisgah Legal Services December 16, 2024



One Caveat

I'm a lawyer, but I'm not YOUR lawyer. I can't answer any specific questions but can speak generally about what North Carolina law says. If you have other questions, or your working with folks you think could use Pisgah Legal Services' assistance, please refer them to us by calling (828) 253-0406 or applying online at pisgahlegal.org.

Termination of leasehold

- §42-3 Failure to pay (statutory)
- §42-14 Holdover
- §42-26 Breach of lease
- §42-63 Criminal Activity

Common Misconceptions

- No automatic right to a 30-day notice (or in some cases, any notice)
 - Month to month tenant generally only entitled to 7 days notice
- No exceptions made for disabled, elderly, people with children, people who have fallen on hard times.
- North Carolina law does not permit tenants to withhold rent when a landlord fails to make repairs. Tenants can only do so after receiving a court order permitting them to do so.
- Very little changes to North Carolina landlord tenant law in the post-disaster context. (except 42-12).

Common Situations

- Landlords are not making necessary repairs
- Tenant falls behind on rent due to job loss
- Landlord wishes to terminate tenancy
- Tenant wishes to terminate tenancy

When a Tenant Falls Behind on the Rent, Landlords...

- Can't turn off utilities
- Can't have law enforcement remove tenants without going through eviction process
- Can't change locks
- Can't dispose of the tenant's property

In order to evict someone, a landlord MUST go through the summary ejectment procedures outlined in Chapter 42 of the North Carolina General Statutes

§42-3 Failure to pay rent

- Requirements:
 - 10 day grace period...full days
 - Clear and unequivocal demand for rent
- Default provision... Parties are stuck with contract terms

§42-3 Defenses

- Statutory defense: §42-33 tender
 - Tender must be made before final judgment
 - Need not include late fees and other nonrent charges
 - Must include all rent past due and cost of court
- Set-off
- Notice issues



§42-14 & §42-14.3 Holdover

- Notice requirements
 - Year to Year: one month
 - Month to month: one week
 - Week to week: two days
 - Mobile Home lot rental: 60 days regardless of the length of tenancy
 - §42-14.3 Mobile home park closing: 180 days notice (plus notice to NC Housing Finance Agency)

§42-26(a)(2) Breach

- Landlord Must prove by preponderance
 - Right to declare a forfeiture must be distinctly reserved in the lease
 - Proof of the happening of the event on which the right is exercised must be clear
 - The party must exercise his right promptly

§42-26(a)(2) Breach

- Ambiguous lease terms are interpreted against the LL
- The law "abhors a forfeiture"
 - Landlord must follow notice and other procedural requirements in the lease or face dismissal
 - Substantially increased in subsidized properties

Defenses to Breach

- Common Law Waiver:
 - Landlord, after learning of the breach may choose to exercise right to evict or allow tenancy to remain by accepting rent, can't do both
 - After acceptance, Landlord has waived breach for the remainder of tenancy
 - Holding but not cashing a check counts as acceptance
 - Multiple "violations" constituting a breach?

§42-63 Criminal activity

- "occurred on or within individual rental unit" or immediate vicinity of the entire premises;
- Unit was used in furtherance of
- Tenant with knowledge allows banned person to reenter or does not call law enforcement
- Eviction can be partial or conditional



§42-64 Criminal activity

- Affirmative defense:
 - Tenant not involved in activity; AND
 - Did not know it was occurring; OR
 - Did everything that could be reasonably expected to prevent commission of criminal activity; such as
 - Calling law enforcement, requesting LL remove household member from lease, seeking help from a church, dss, Pisgah legal?, etc
 - Second time around, tenant's burden is clear and convincing standard

§42-64 Criminal activity (cont)

- Exemption: "the court is clearly convinced that immediate eviction or removal would be a serious injustice, the prevention of which overrides the need to protect the rights, safety, and health of the other tenants and residents of the leased residential premises".
- 42-67: it is not a defense that activity was isolated or criminal no longer lives there BUT is admissible to support exemption in 42-64

APPEAL for trial de novo

- 3 documents needed
 - Notice of appeal
 - Bond to Stay
 - Petition to Sue/Appeal/File Motions as an indigent

-food stamps, TANF, SSI, Represented by Legal Services (or pro bono atty), or catchall

Bond to Stay

- NCGS §42-34
 - Tenant must sign an undertaking to pay periodic rent as it becomes due under the lease.
 - Five day grace period (days calculated using rule 6 of NC rules of Civ. Pro.)
 - If the eviction was based on failure to pay rent AND the Magistrate's judgment falls on a day more than 5 days (actual days) before rent becomes due, T must pay prorated rent for those days.
 - Failure to pay....stay dissolves



Misc. Ejectment in DC

- §42-34.1 (after District Court)
 - Judgment is stayed for 30 days after District Court.
 - Conditions in 42-34(b) apply
 - (a1) If judgment is to be executed before rent is due, rent is prorated.
- §42-35- Tenant dispossessed of premises after Magistrate's Order.
 - If proceeding is quashed in District Court, the Court SHALL restore Tenant to Possession (if necessary).

Breach/ Warranty of Habitability

- Residential leases include an implied warranty of habitability which creates numerous landlord responsibilities
- Responsibilities include:
 - Duty to Make Repairs
 - Duty under Express Covenants
 - Liability for Defects
- Remedy: Rent Abatement
 - Difference between the fair rental value of the property in a warranted condition and the fair rental value of the property in its unwarranted condition.

Breach/ Warranty of Habitability

- What is uninhabitable?
- §42-42(a) Landlord Obligations
 - Comply with all applicable housing codes
 - Make all repairs and keep premises in a fit and habitable condition
 - Keep all common areas in safe condition
 - Provide operable smoke alarms
 - Repair or remedy any imminently dangerous condition on the premises
 - Unsafe wiring, flooring, ceiling, chimney
 - Lack of potable water, operable locks, heating, operable toilet and bathtub or shower, structural defects that can lead to infestation, sewage, etc ...

Misc. Considerations

- Take pictures of all defects.
- Contact the fire marshal or building inspector for a safety check.
- Request Repairs in writing in order to place landlord on notice of defects.
- Go look at the premises yourself before you file
- Client can testify as to the value of the property



Board Member Sarah Cosgrove left the meeting early at 5:16 p.m.

6. OTHER BUSINESS - None

7. ADJOURNMENT

There being no further business, the meeting was adjourned at 5:34 p.m.

ATTEST:	Jennifer Hensley, City Council Member & Chairman
Jill Murray, City Clerk	