

January 6, 2020

The Honorable Corey Johnson Speaker of the New York City Council 250 Broadway New York, NY 10007

Dear Speaker Johnson:

The 43 undersigned organizations urge you to support Int. No. 146 to increase the CityFHEPS rent levels to the federally established Fair Market Rent. This change will meaningfully widen the door out of shelter for tens of thousands of homeless New Yorkers by significantly expanding the number of neighborhoods and apartments available to homeless families. With this reform, the CityFHEPS program will become an effective tool for addressing New York City's homelessness crisis—a tool that we desperately need.

At a time when New York City struggles with record level homelessness and a severe affordable housing shortage, an effective rental assistance voucher is sorely needed to help homeless New Yorkers afford a permanent home. Families who leave shelter with a housing subsidy rarely return—only 1.3 percent of families returned within a year, compared to 21.6 percent of families who left for unsubsidized housing. The CityFHEPS rental assistance voucher was launched to help the tens of thousands of New Yorkers currently living in shelter achieve housing stability. However, the program is failing to live up to its potential because its rent levels are setfar below the market cost of housing. Instead of quickly leaving for permanent housing, thousands of homeless families spend months in shelter with a CityFHEPS voucher in hand while searching for the nearly non-existent apartments that fall within the program's unrealistically low rent levels.

In August of 2019, there was no neighborhood in the city where the median asking rent for a two-bedroom apartment was affordable at the current CityFHEPS level of \$1,580/ month for a family of three or four people. Not only do families unnecessarily spend months in shelter searching for one of the few apartment vacancies that meet the program's rent levels, many families who cannot secure housing with a CityFHEPS voucher end up leaving shelter for unstable housing options that put them at high risk for returning, including temporarily living with family or friends, known as "doubling up." This continued housing instability carries a fiscal cost and takes a significant toll on family well-being that can be avoided.

CityFHEPS can help families leave shelter more quickly and permanently by increasing the program's allowable rents. Int. No. 146 would increase the CityFHEPS rent levels to the Fair Market Rent (FMR), the federally calculated cost of housing. At the FY2020 FMR of \$1,951/month for a two-bedroom apartment in New York City, the typical homeless family would have access to a larger portion of the rental market. Instead of offering an empty promise, a revised CityFHEPS program would offer families seeking to leave shelter a more effective tool to navigate the rental market and unlock new housing options.

In addition, by making it possible for some families to leave shelter more quickly or avoid a return to shelter, a revised CityFHEPS voucher will substantially decrease shelter spending.



If a typical homeless family finds an apartment even one month sooner because of the expanded options resulting from a higher paying voucher, the city would save \$6,114 in shelter costs. That savings could pay for over 16 months of the increase in the voucher amount for that family. If a family uses the voucher rather than leaving for a less stable housing option, the city would avoid the cost of an entire new shelter stay for some families (a savings of \$91,170 on average). The shelter costs saved in this case would fund the increase in the voucher amount for over 20 years. Although harder to quantify, the human and social benefits of a stable, permanent home are no less important.

Supporting Int. No. 146 will reduce the number of people in shelter and make a meaningful difference in the lives of tens of the thousands of homeless New Yorkers struggling to find a permanent home they can afford. We are calling on the City Council to exercise its leadership by investing in this proven tool for addressing homelessness.

Sincerely,

Christine C. Quinn President and CEO, Win

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CC: The Members of the New York City Council



Muzzy Rosenblatt CEO & President Bowery Residents' Committee (BRC)



Brenda Rosen President and CEO Breaking Ground



Scott Auwarter, LMSW Assistant Executive Director BronxWorks



Janelle Farris Executive Director Brooklyn Community Services



George Nashak Executive Director Care for the Homeless



Beatriz Diaz Taveras Executive Director Catholic Charities Community Services, Archdiocese of New York



Jennifer March Executive Director Citizens' Committee for Children



Kelly Grace Price Co-creator Close Rosie's





David R. Jones President and Chief Executive Officer Community Service Society of New York



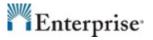
Tony Hannigan President & CEO Center for Urban Community Services



Michelle Neugebauer **Executive Director Cypress** Hills Local Development Corporation



Reggie Miller Director **Emergency Shelter Network**



Judi Kende Vice President and New York Market Leader **Enterprise Community Partners**



Fred Freiberg, Executive Fair Housing Justice Center,



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Gateway Housing



Michelle de la Uz **Executive Director** Fifth Avenue Committee, Inc.



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Mary Kay Orr **Executive Director** Nazareth Housing Inc.



Ann Shalof, Executive Director **Neighborhood Coalition** for Shelter, Inc



Denny Marsh **Executive Director** Neighbors Together



Peter B. Gudaitis. M.Div. Executive Director & CEO, New York Disaster Interfaith Services



Rachel Fee **Executive Director** New York Housing Conference





Elizabeth Gaynes President & CEO The Osborne Association



Áine Duggan, President and CEO, The Partnership for the Homeless



Danielle Minelli Pagnotta, LMSW Executive Director Providence House



Mirtha Santana Vice President of Empowerment RiseBoro Community Partnership





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The Safety Net Activists

The Safety Net Project at the Urban Justice Center

Heath I. Bloch, LCSW Executive Vice President, Community Health Systems SCO Family of Services Laura Mascuch Executive Director Supportive Housing Network of New York (SHNNY)



Matthew Janeczko, Executive Director & CEO Sisters of Charity Housing Development Corporation



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