

Clerk File No. BM036 311036

Clerk File No. 311036  
2009 Annual Report of the Seattle Housing Authority.

# The City of Seattle – Legislative Department

Clerk File sponsored by: \_\_\_\_\_

Related Legislation File: \_\_\_\_\_

Date Introduced and Referred:	To: (committee):
Date Re-referred:	To: (committee):
Date Re-referred:	To: (committee):
Date of Final Action:	Disposition: <i>Filed</i>

September 1, 2010  
**Date Filed with City Clerk**

Tanet Polato  
**By**

## Committee Action:

Date	Recommendation	Vote

This file is complete and ready for presentation to Full Council. \_\_\_\_\_

## Full Council Action:

Date	Decision	Vote

# CF No.311036

Title:2009 Annual Report of the Seattle Housing Authority.

Date Filed with City Clerk:20100901

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**Address** 120 Sixth Avenue N  
Seattle, WA 98109  
**Telephone** 206-615-3300  
**TDD** 1-800-833-6388  
**Website** www.seattlehousing.org

August 30, 2010

Monica Martinez Simmons  
City of Seattle  
Office of the City Clerk  
P.O. Box 94728  
Seattle, WA 98124-4728

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2010 SEP -1 PM 1:35  
CITY CLERK

Dear City Clerk:

I am pleased to transmit with this letter our annual report for Fiscal Year 2009 to be officially filed with your office.

I also forwarded a copy to Mayor McGinn and Councilmember Nick Licata. I expressed our willingness to make a formal presentation of the report to the City Council, or to a committee meeting.

Sincerely,

Thomas M. Tierney  
Executive Director

Enclosure



# HIGHLIGHTS OF 2009 ACHIEVEMENTS



## SOUTH SHORE COURT AND HIGH POINT ADD 160 UNITS OF LOW-INCOME HOUSING



**South Shore Court**, formerly the Douglas Apartments, was a run-down and crime-infested blight on its south Seattle neighborhood. Seattle Housing, in partnership with the City of Seattle, Washington State Housing Finance Commission, Washington State Housing Trust Fund and Enterprise Community Investments, completely rehabilitated the building. Every one of its 44 apartments was gutted and rebuilt.

All rental housing in Phase II of the redeveloped **High Point** was finished in April. The final building push in 2009 completed 116 units, for a total of 600 units across the site. Additional homes for sale and commercial/residential development will complete the transformation of this community over the next several years.

## VOUCHERS EXPAND TO MEET NEED

Seattle Housing Authority's use of **Housing Choice Vouchers** expanded in 2009, with 131 added to the agency's voucher stock. Fifty-three of these vouchers were issued through the Veterans Affairs Supportive Housing program, teaming housing authority staff with VA staff to assist homeless veterans in securing housing with appropriate services. Utilization of vouchers increased to 99 percent as the turnover rate for vouchers fell steadily.

**96%** **Residents satisfied with Seattle Housing**  
In a random survey of residents, 74% of residents said they're 'highly satisfied'.

## KEY PERFORMANCE INDICATORS FOR 2009

Number of people served	27,000+
Number of households served	15,964
Increase in households served	522
Percent vacancy rate in Public Housing	2.1
Number of households on waiting list	6,100
New waiting-list applicants per month	800
Job placements through The Job Connection	160

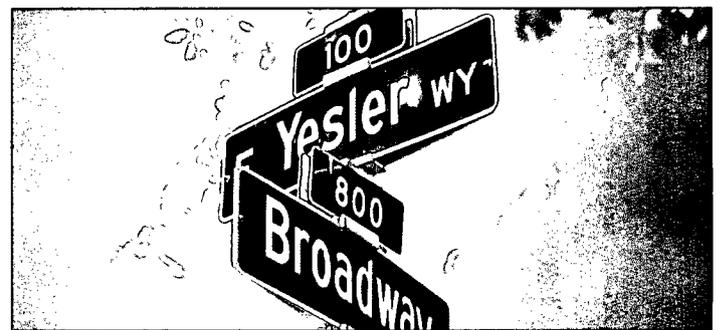
## homeWORKS PROJECT COMPLETED ON BUDGET, AHEAD OF SCHEDULE



**homeWorks**, a construction project in three phases that was begun in 2005, concluded in July of 2009. The project made needed repairs to the building infrastructure of 2,079 housing units in 22 buildings.

Before **homeWorks**, nearly 100 units of public housing suffered from water intrusion, many so severely that they could not be rented. Now occupancy is nearly 100 percent. An estimated nine miles of corroded galvanized pipe was replaced with new copper water lines. Nearly 900 windows were replaced with energy-efficient new ones, and over 44 miles of window and masonry caulking was replaced. The equivalent of three and a half football fields of roofing has been replaced.

## YESLER TERRACE PLANS MOVE FORWARD

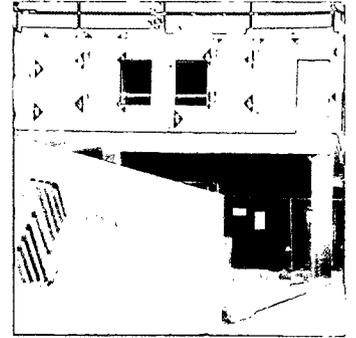


Agency staff continued to move forward with the planning process for the redevelopment of **Yesler Terrace**. This public housing community on First Hill has been in place for more than 70 years; its aging housing and infrastructure no longer adequately serves the needs of the 1,200 people living there.

During 2009, planning staff and consultants developed several site concepts that call for replacement of all 561 units now on the site, the addition of up to 1,200 additional low-income and workforce housing units, office and retail spaces, and housing for sale. Work in 2009 paved the way for the start of the environmental review process in 2010.

# OPPORTUNITY WITHIN RECOVERY

Putting building blocks in place to meet future needs



## 2009 Annual Report

Real estate values down! Foreclosures up!  
Unemployment nears ten percent! Headlines like these



have become commonplace since the Great Recession shifted our reality in 2008. Like most enterprises, Seattle Housing Authority has not been immune to these economic shocks. The individuals and families we serve have been hard hit. Our vacancy rates are at historic lows as people living in our housing have been unable

or reluctant to move into unsubsidized housing. For many of them, progress toward self-sufficiency has stalled.

In spite of these difficulties, we have been able to contribute to job creation and economic recovery in Seattle. Support for the safety net that public housing provides has remained strong in the Obama administration. The American

Recovery and Reinvestment Act has infused \$45 million into our capital funds. This stimulus funding is enabling us to complete the redevelopment of Rainier Vista, make our construction of Lake City Village the most energy-efficient construction in the Northwest, and complete needed repairs at Bell Tower and Denny Terrace.

In tough economic times, it is more important than ever that we provide decent, stable housing for those who need it most. In 2009 we not only focused on these core services, but also were able to put the building blocks in place for expanding

housing into the future. With the valued support provided by our stakeholders and employees, and by our supporters across the country, we will continue to work toward a future where every person in Seattle has safe, decent and affordable housing.

—Tom Tierney, Executive Director





# \$45 MILLION IN ARRA FUNDING



Seattle Housing Authority has been awarded more than \$45 million from the American Recovery and Reinvestment Act (ARRA), which was signed into law on February 17, 2009.

The first \$17 million in ARRA funding was awarded in February 2009 as part of the housing authority's proportional share of \$3 billion in stimulus funding made available to housing authorities across the U.S.

The remaining \$28 million in stimulus funding, received in October, was secured through a competitive process.

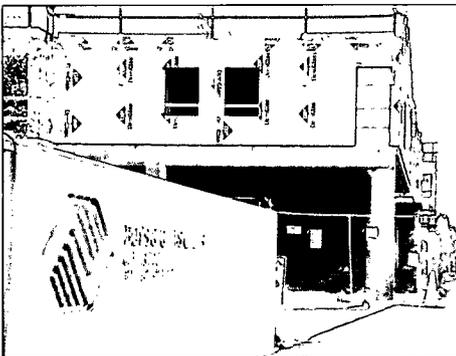
All ARRA funds were made available for capital projects within the Low Income Public Housing program.

As of the end of 2009, 141 jobs were either retained or created on ARRA-funded projects.



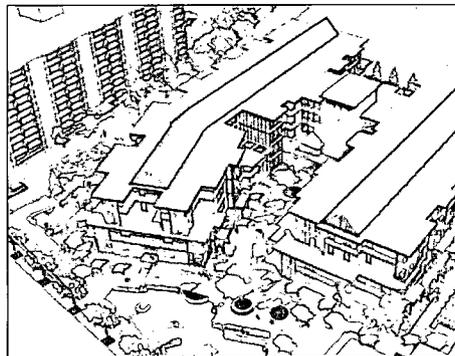
Congressman Jim McDermott and resident Ed Frazier listen as HUD Secretary Shaun Donovan addresses a groundbreaking crowd on Aug. 10.

## Projects made possible by stimulus funds



**Rainier Vista** Seattle Housing is using \$3.1 million in stimulus funds for the construction of Tamarack Place, an 86-unit low-income apartment building located next to the Rainier Vista Boys & Girls Club. Completion is expected in 2010.

An additional \$10.3 million is funding the infrastructure at Rainier Vista north, which will prepare the site for more low-income housing. Ten million dollars awarded through the competitive process will be used for construction of the low-income housing, which is expected to be complete by February 2012.



**Lake City Village** The Lake City Village Apartments will be an 86-unit, mixed-income building in northeast Seattle, built on the site of 16 distressed public housing townhomes demolished in 2002 due to persistent flooding.

The new apartment building is one element of a HOPE VI redevelopment. The \$8 million in ARRA funds, leveraged with over \$12 million from other sources, will enable the agency to dramatically increase the use of green features. Construction is expected to be complete in October 2011.



**Denny Terrace** A \$10 million ARRA grant will help fund rehabilitation of Denny Terrace, a 218-unit low-income housing building near downtown.

The rehabilitation will increase energy conservation to the highest possible level and replace and update major building systems that have reached the end of their useful life.

The renovations are expected to extend the useful life of the building for decades. Construction planning is underway, with completion expected in 2011.



# FINANCIALS



With a 2009 budget of \$172 million, Seattle Housing's 600-plus employees managed and maintained more than 7,900 housing units and administered more than 8,500 Housing Choice (Section 8) Vouchers.

## REVENUES, CONTRIBUTIONS, EXPENSES AND CHANGE IN NET ASSETS

	Seattle Housing Authority	Tax credit partnerships
<b>Revenues &amp; contributions</b>		
Tenant rentals	\$ 18,963,514	\$ 23,951,393
Housing assistance payment subsidies	87,253,047	—
Intergovernmental subsidy	18,006,286	—
Interest income	5,558,414	174,893
Capital/partners' contributions	23,456,062	41,945,507
Other revenues	18,992,074	1,974,139
<b>Total revenues and contributions</b>	<b>\$ 172,229,397</b>	<b>\$ 68,045,932</b>
<b>Expenses</b>		
Administration	\$ 38,998,671	\$ 9,004,988
Tenant services	1,644,363	—
Utility services	4,540,982	2,784,092
Maintenance	18,159,325	6,428,400
Housing assistance payments	71,064,302	—
Interest expense	7,956,814	7,278,433
Change in fair value of investments	(430,908)	(2,465,884)
Disposition of assets	4,472,397	—
Depreciation and amortization	9,281,594	11,134,240
Other	2,116,795	2,941,529
<b>Total expenses</b>	<b>\$ 157,804,335</b>	<b>\$ 37,105,798</b>
<b>Change in net assets</b>	<b>\$ 14,425,062</b>	<b>\$ 30,940,134</b>

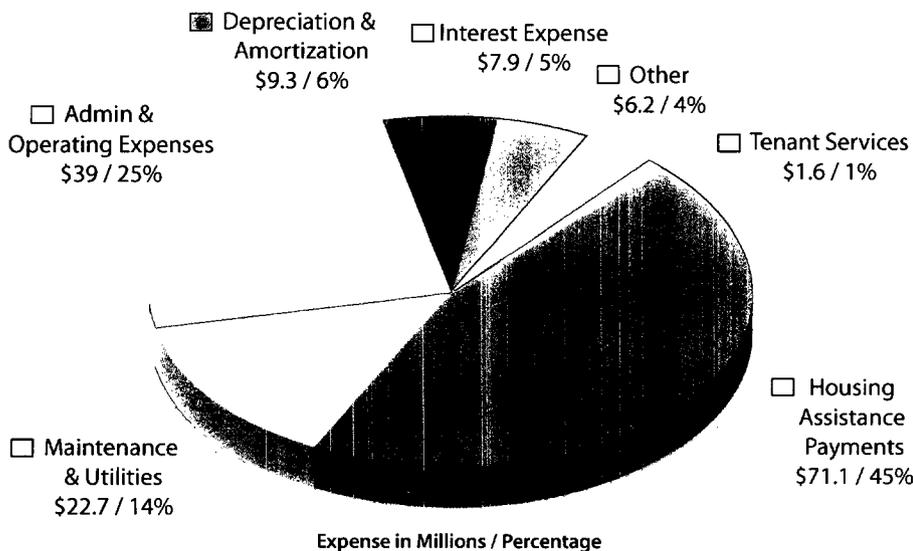
## ASSETS

	Seattle Housing Authority	Tax credit partnerships
Cash equivalents and investments	\$ 54,542,828	\$ 31,215,977
Accounts receivable	27,484,497	1,348,458
Inventory and prepaid items	800,729	846,500
Restricted investments	24,076,018	3,208,552
Deferred charges	1,692,455	5,227,723
Other	1,355,149	86,740
Capital assets, net of depreciation	337,089,410	340,937,206
Notes receivable, net of allowance	186,910,528	—
<b>Total assets</b>	<b>\$ 633,951,614</b>	<b>\$ 382,871,156</b>

## LIABILITIES AND NET ASSETS

	Seattle Housing Authority	Tax credit partnerships
<b>Liabilities</b>		
Accounts payable	\$ 11,289,422	\$ 27,846,471
Accrued liabilities	2,807,898	3,792,751
Short-term borrowings	16,321,253	3,939,204
Security deposits	1,242,796	967,180
Deferred revenue	45,149,470	34,290
Long-term debt	169,558,647	263,147,466
Accrued compensated absences	3,154,448	—
<b>Total liabilities</b>	<b>\$ 249,523,934</b>	<b>\$ 299,727,362</b>
<b>Net assets</b>		
Investment in capital assets	\$ 227,083,324	\$ 81,648,030
net of related debt		
Restricted for debt service and other purposes	5,550,146	29,214,593
Unrestricted	151,794,210	(27,718,829)
<b>Total net assets</b>	<b>\$ 384,427,680</b>	<b>\$ 83,143,794</b>
<b>Total liabilities and net assets</b>	<b>\$ 633,951,614</b>	<b>\$ 382,871,156</b>

## 2009 OPERATING EXPENSES



## BOARD OF COMMISSIONERS

Yusuf Cabdi (chair), John Littel (vice chair), Nora Gibson, Sybil Bailey, Juan Martinez, Kollin Min, Heyward Watson

## MORE ONLINE

An expanded Annual Report, including the companion pie chart showing revenues, is available online at [www.seattlehousing.org](http://www.seattlehousing.org)

## MISSION

Seattle Housing Authority's mission is to enhance the Seattle community by creating and sustaining decent, safe and affordable living environments that foster stability and increase self-sufficiency for people with low incomes.