October 23, 2024

The Honorable Kathy Hochul Governor of New York State State Capitol Building Albany, NY 12224

Dear Governor Hochul,

Last year, New York missed a critical opportunity to modernize the NYS Supportive Housing Program (NYSSHP), and protect the homes of some 9,000 formerly homeless families and individuals. NYSSHP was the state's first-generation supportive housing resource created in 1987, which has tragically remained funded at nearly the same level since inception. The Network proposed a new \$32 million investment to begin to save these vulnerable New Yorkers' homes and the mission-driven nonprofits trying to keep them housed. Despite being included in the Senate one-house resolution, this critical funding was left out of the adopted budget. We implore you to make this one of your priorities in 2025.

NYSSHP programs across the state are affected by the severe underfunding:

- Low wages and related staffing issues have left one NYSSHP-funded residence for survivors of domestic violence in New York City with a single case manager for 56 adults and children.
- In Buffalo, as you are aware, a 25-unit program is planning a closure after losing hundreds of thousands of dollars annually.
- A 40-unit NYSSHP project for disabled and elderly adults in Kingston relies on a single overworked case manager, while a newer residence across town with 35 units for the same population, but funded by the Empire State Supportive Housing Initiative (ESSHI), benefits from two case managers, 24-hour front desk staff and two part-time bus drivers.

The NYSSHP program is not sustainable and has been slowly imploding for decades. Since 2003, approximately one third of nonprofit NYSSHP providers have had to close their doors, merge with another agency (bringing their deficits with them), or stop providing supportive housing all together. If this issue is not addressed in the upcoming Executive Budget, New York stands to lose even more housing for those most in need, negating the progress the State makes in constructing new supportive housing.

Thankfully, there is a clear solution: create a Supportive Housing Modernization Act for first-generation NYSSHP units under the Office of Temporary and Disability Assistance (OTDA). Utilize a five-year, phased-in approach that will create fiscal parity among supportive housing units across New York.

Despite the transformative impact of its services, NYSSHP funding rates have remained virtually unchanged since its inception in 1987 – just \$2,964 for individuals and \$3,900 for families. These outdated rates provide the only source of service funding for more than 9,000 households in supportive housing. 7,000 of these units also lack dedicated rental assistance, leaving residences with steep operating deficits, deferred maintenance and unacceptable housing conditions.

By comparison, newer state programs like the Empire State Supportive Housing Initiative (ESSHI) – NYSSHP's successor – dedicate \$25,000 or more per unit for both services and rental assistance. These

newer funding programs cannot be used for NYSSHP units, even though they serve the same populations. This chronic and severe funding disparity has left NYSSHP on the verge of collapse.

The Supportive Housing Modernization Act would cost just \$32 million in its first year – FY 2025-26 – a fraction of the multibillion-dollar annual state budget. Over time, this investment will more than pay for itself by preventing the high costs associated with increasing homelessness.

New York is already grappling with multiple crises: from intensified mental health concerns and a rise in more deadly drugs like Fentanyl, to a record number of people experiencing homelessness. All create additional strain on our shelter and social services systems. The systemic underfunding of NYSSHP is disproportionately harming Black people and people of color, many of whom have suffered from years of trauma, survived domestic violence, served in our military, returned from incarceration, and struggle with complex mental health challenges. It also has exacerbated a chronic staffing shortage, as supportive housing programs cannot compete with higher wages available at big box stores and fast-food restaurants.

In addition, due to deep underfunding for services and operating, NYSSHP-funded programs cannot access the visionary <u>Supportive Housing Preservation capital</u> which your administration created in your first year in office. That capital is necessary to make upgrades and repairs to NYSSHP-funded buildings – many of which are decades, if not centuries, old. Both tenants and staff pay the price of leaky roofs, faulty elevators, and outdated facilities that are not accessible. Many of these buildings, built with NYS capital, were funded without having the ability to create a reserve fund and deferred maintenance is a critical problem. Dilapidation of existing supportive housing units harms supportive housing's reputation, making it more difficult to gain community acceptance for new affordable and supportive housing initiatives.

We implore you to include our proposal for bringing first-generation NYSSHP out of the dark ages in the 2025-26 state budget through the Supportive Housing Modernization Act that will bring funding equity to the supportive housing ecosystem, preserving essential programs and units statewide.

We stand ready to serve as a resource and to join you in advocating for this much needed reform, which will make a profound difference in the lives of thousands of New Yorkers.

Thank you for your time and consideration.

## Sincerely,

Supportive Housing Network of New York 163rd Street Improvement Council, Inc. Acacia Network ACCORD ACMH, Inc. Ad Essentials Albany Damien Center Albany Housing Coalition Inc. Ashley McGraw Architects Association for Community Living (ACL)

**Auburn Housing Authority** 

Autism Society Greater Hudson Region

Bethesda House of Schenectady, Inc.

Boys & Girls Clubs of Syracuse

**BRC** 

**Breaking Ground** 

Brooklyn Community Housing & Services, Inc.

**Brooklyn Community Services** 

**Build for Good** 

CAMBA, Inc.

Capital District YMCA

CARES of NY, Inc.

Catholic Charities Brooklyn & Queens

Catholic Charities Housing Office

Catholic Charities of Fulton and Montgomery Counties

Catholic Charities of Onondaga County

Cayuga Community Health Network

Center for Community Alternatives

Chances and Changes, Inc.

CLUSTER, Inc.

Columba Kavanagh House

Community Access, Inc.

Community Action Program for Madison County, Inc.

Community Housing Innovations

Compassionate Family & Individual Services Inc.

Concern Housing

Connecting Communities in Action, Inc.

Corporation for Supportive Housing (CSH)

Credo Community Center for the Treatment of Addictions, Inc

Custom HOA Management

**Encore Community Services** 

**Enterprise Community Partners** 

**ETC Housing Corporation** 

FACES NY, Inc.

Family of Woodstock, Inc.

Family Residences and Essential Enterprises, Inc.

Family Service League

Federation of Organizations

Finger Lakes Area Counseling and Recovery Agency (FLACRA)

Geel Community Services, Inc.

**GMHC** 

Goddard Riverside

Greater Opportunities for Broome and Chenango, Inc.

**HELP USA** 

**HELPDevCo** 

Henry Street Settlement

Homeless Alliance of Western New York

Homeless Services United (HSU)

Homeward NYC

Hour Children

Housing & Homeless Coalition of Central New York

Housing and Services, Inc.

Housing Visions

Housing Works

HousingPlus

**Hudson River Housing** 

Human Development Services of Westchester, Inc.

Human Services Council

Institute for Community Living, Inc.

InUnity Alliance

Jericho Project

Johnson Park Center (JPC)

Joseph's House and Shelter

Keuka Housing Council, Inc.

Lantern Community Services

Leviticus Fund

LiveOn NY

Long Island Coalition for the Homeless

Long Island Connections

Long Island Mediation Advocates

Long Island Social Justice Action Network

Mercy Haven

Milestone Development LLC

MM Development Advisors, Inc.

Mohawk Opportunities, Inc.

Mohawk Valley Housing and Homeless Coalition

Nazareth Housing

Neighborhood Coalition for Shelter, Inc.

Neighbors of Watertown, Inc.

New Destiny Housing

New Hour

Newburgh Community Land Bank

Newburgh Youthbuild

NY-511 Southern Tier Homeless Coalition CoC

Odyssey House

Onondaga County Dept Children & Family Services

**Options for Community Living** 

Oswego County Opportunities, Inc.

Partners Ending Homelessness

PathStone Corporation

People Inc.

Person Centered Housing Options Inc.

Polish Community Center of Buffalo, Inc., d/b/a: Lt. Col. Matt Urban Human Services Center of

**WNY** 

Praxis Housing Initiatives, Inc.

Project FIND

Project Renewal

Providence Housing, Inc.

Providence Housing Development Corporation

Ranni Law Firm

RECAP, Inc.

Resurrection House, Inc.

RiseBoro Community Partnership Inc.

River Architects, PLLC

**RUPCO** 

Safe Harbors of the Hudson, Inc.

Samaritan Center

Samaritan Daytop Village

Saving Grace Ministries

Schenectady Community Action Program

SEPA Mujer, Inc.

Services for the Underserved

Shelters of Saratoga

Sisters of Charity Housing Development Corporation

Southern Tier Environments for Living Inc

Spiritus Christi Prison Outreach Inc.

St. Francis Friends of the Poor, Inc.

**Taproot Community Land Trust** 

The Bridge

The Center for Youth

The Community Builders, Inc.

The Doe Fund

The Family Resource Center of Peekskill, Inc.

The Fortune Society

The Health & Housing Consortium

The Jewish Board of Family & Children's Services

The Minority Business Development Institute

THRIVE Wellness and Recovery, Inc.

UAI

Unique People Services

United Veterans Beacon House

United Way of Central New York, Inc.

Urban Pathways

Veterans & Community Housing Coalition

VIP Community Services, Inc.

Volunteers of America – Greater New York

Volunteers of America Upstate New York

WAIT House

Wellspring

West Side Federation for Senior and Supportive Housing

Westchester County Continuum of Care Partnership to End Homelessness

WESTHAB

Wilson Commencement Park

Win

YWCA NorthEastern NY

YWCA of Binghamton

YWCA of Rochester and Monroe County

YWCA of Syracuse and Onondaga County

YWCA of the Greater Capital Region

YWCA Ulster County

Xenolith Partners LLC