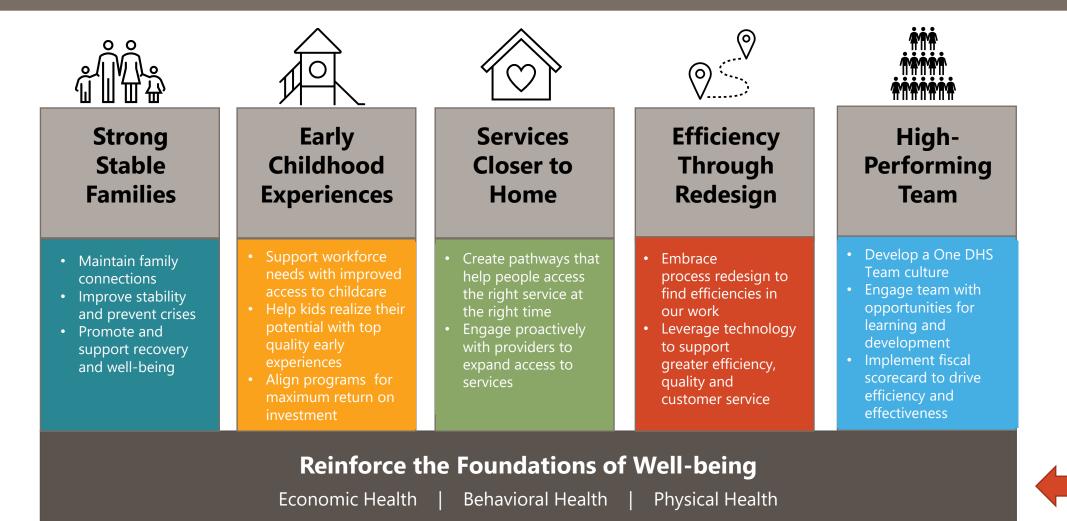


House Appropriations | Human Resources Division Representative Jon Nelson, Chairman

Housing and its role in Economic Health and Wellbeing February 3, 2021



DHS 2021-2025 KEY PRIORITIES



DHS AUTHORITY ESTABLISHED IN NDCC 50-06 Administration of human services programs related to:

- Children and families
- Individuals with developmental disabilities
- Aging services
- Behavioral health
- Economic assistance
- Medical service
- General assistance
- Child support

CHAPTER 50-06 DEPARTMENT OF HUMAN SERVICES

50-06-01. Definitions.

As used in this chapter, unless the context otherwise requires:

- "Behavioral health" means the planning and implementation of preventive, consultative, diagnostic, treatment, crisis intervention, rehabilitative, and suicide prevention services for individuals with mental, emotional, or substance use disorders, and psychiatric conditions.
- 2. "Behavioral health provider" means any licensed or accredited behavioral health provider in this state.
- 3. "Department" means the department of human services.
- 4. "Human services" means:
 - a. A service or assistance provided to an individual or an individual's family in need of services or assistance, including child welfare services, economic assistance programs, medical services programs, and aging services programs, to assist the individual or the individual's family in achieving and maintaining basic self-sufficiency, including physical health, mental health, education, welfare, food and nutrition, and housing.
 - b. A service or assistance provided, administered, or supervised by the department in accordance with chapter 50-06.
 - c. Licensing duties as administered or supervised by the department or delegated by the department to a human service zone.

50-06-01.1. Department of human services to be substituted for public welfare board of North Dakota and social service board of North Dakota, members of board, and executive director.

When the terms "public welfare board of North Dakota", "social service board of North Dakota", "executive director of the public welfare board", "executive director of the social service board", "member of the public welfare board", or "member of the social service board", or any derivative of those terms which, when used in context indicates an intention to refer to those persons or that board, appear in the North Dakota Century Code, the term "department of human services", or the term "executive director of the department of human services", as the case may be, must be substituted therefor. It is the intent of the legislative assembly that the department of human services must be substituted for, shall take any action previously to be taken by, and shall perform any duties previously to be performed by the public welfare board of North Dakota or by the social service board of North Dakota.

The threads that run through every person's life **Foundations of Wellbeing are Interconnected**



to meet basic needs contributes to stability and is a foundation you can build on

a healthy relationship with substances boosts your ability to weather life's storms

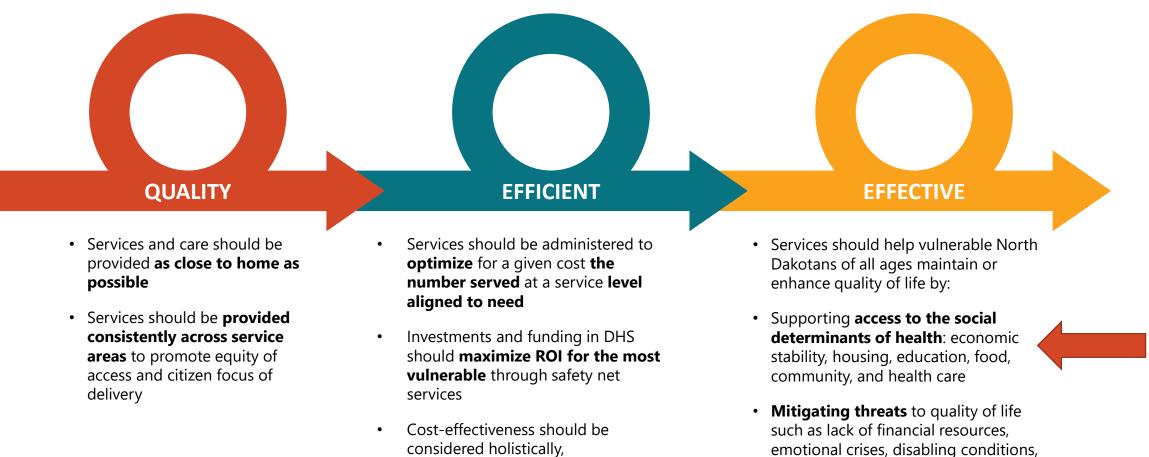
Physical Health

health you can better navigate the activities of daily and community life

The stability that comes from good **economic** health can **improve behavioral** health. The stability that comes from good **physical** and **behavioral** health **enables economic** health.

DHS Mission and Operating Principles

Provide quality, efficient, and effective human services, which improve the lives of people



or inability to protect oneself

considered holistically, acknowledging **potential unintended consequences** and **alignment between state and federal priorities**

SOCIAL DETERMINANTS OF HEALTH

The social determinants of health are the conditions in which we are born, we grow and age, and in which we live and work. The factors below impact on our health and wellbeing.





Jason needs a place to live.

Can I find a place that meets my needs?

In the community where I want to live Right size for my household Accessible

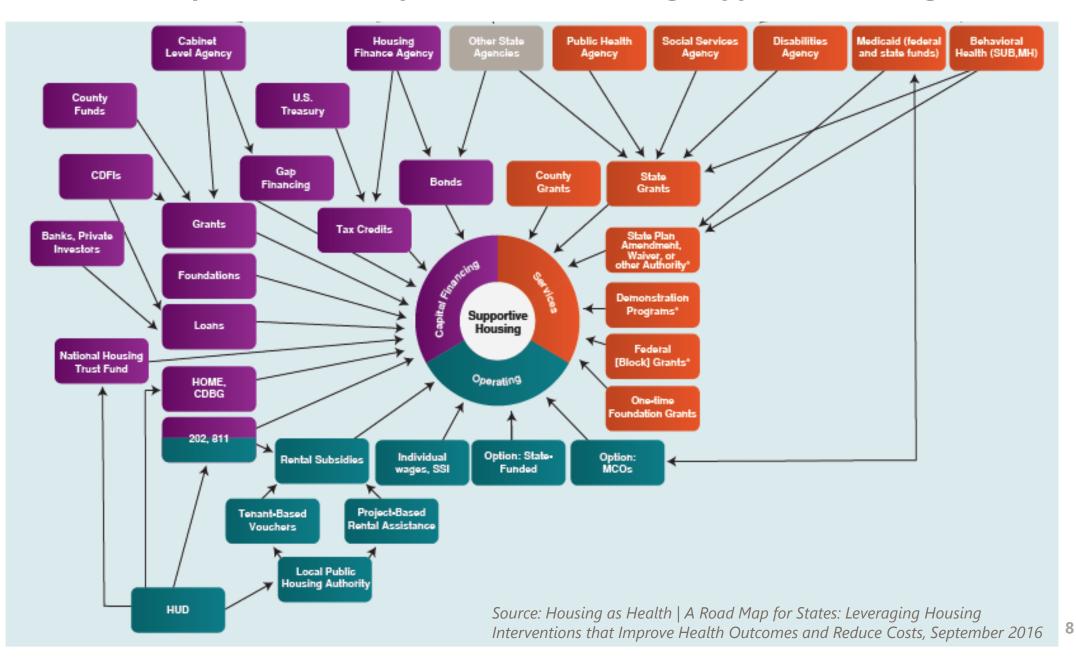
Can I afford to pay the cost of my housing?

Rent or Mortgage Utilities Taxes Repairs

If things aren't going well, can I get help if I need it?

Help with activities of daily living Personal care assistance Help managing your affairs Financial / budget / benefit counseling

Example of Partnerships involved in creating Supportive Housing



The Elements of Supportive Housing



The Challenge of Supportive Housing: Unlike Other Housing Models, Supportive Housing Must Encompass Services

Source: Housing as Health | A Road Map for States: Leveraging Housing Interventions that Improve Health Outcomes and Reduce Costs, September 2016 Private loans, investments from banks

Capital + Operating

Private loans, investments from banks Government tax credits, loans

Capital + Operating

Further reduced

with Section 8

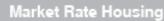
subsidy

Reduced rent

+ Operating +

Services

Services 2



Target: Those at or Above AMI

Market-rate housing is reflected in the types of units for which rent is the going market rate or higher. The developer raises capital through bank loans and other investments. Rents are set at a rate that allows the developer to at least meet the debt requirements of the loans used to construct the units and maintain the upkeep and operations of the building.

Three Housing Models

Affordable Housing ²¹

Target: Low Income (below 60 percent AMI)

Affordable housing targets households making 60 percent or less of AMI. "Affordable" means that rents are set at a rate that equals 30 percent of household income. To make the units "affordable", governments may infuse low-interest grants, loans and tax credits into the construction costs which allows the tenant to pay below-market rent. Benters of affordable housing may also have rental subsidies. Not all projects are able to receive tax credits or rental subsidies because of high demand.

Supportive Housing Target: Extremely Low Income (below 30 percent AMI) with service needs, such as individuals transitioning out of nursing facilities, chronically

homeless adults and the high-need, high-cost population. "Supportive housing" is affordable housing that targets extremely low-income households (30 percent or less of AMI) and provides services that this vulnerable population needs. Similar to

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Source: Housing as Health | A Road Map for States: Leveraging Housing Interventions that Improve Health Outcomes and Reduce Costs, Sept 2016

*AMI: Area Median Income

Private loans

investments

from banks

Government

tax credits, loans

Capital

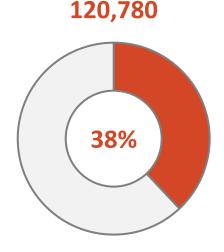
Note: Capital costs only apply to single-site supportive housing.

HOUSING SNAPSHOT - NORTH DAKOTA

\$714-\$972

40th percentile rents

Fair market rent (FMR) for a 2-bedroom apartment in ND varies from \$714 -\$972 (by region, 2018)



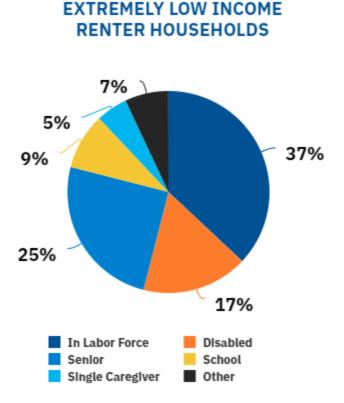
2 in 5 households

38% of North Dakotans are renters \$26,140

30% of AMI

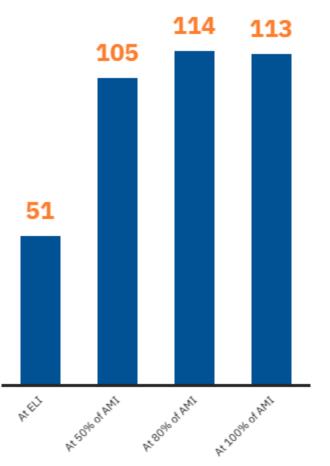
22% of renter households are considered extremely low income (30% AMI – state level)

Which means a 4-person household earns a max of \$26,140 (equal to a single wage of \$12.56/hour)



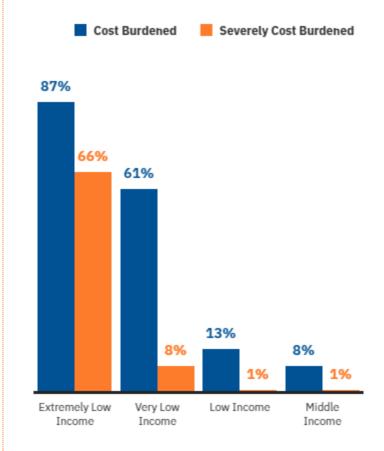
Note: Mutually exclusive categories applied in the following order: senior, disabled, in labor force, enrolled in school, single adult caregiver of a child under 7 or a person with a disability, and other. Fifteen percent of extremely low income renter households include a single adult caregiver, more than half of whom usually work more than 20 hours per week. Eleven percent of extremely low-income renter households are enrolled in school, 48% of whom usually work more than 20 hours per week. **Source:** 2018 ACS PUMS.





Source: NLIHC tabulations of 2018 ACS PUMS

HOUSING COST BURDEN BY INCOME GROUP



Note: Renter households spending more than 30% of their income on housing costs and utilities are cost burdened; those spending more than half of their income are severely cost burdened.

Source: NLIHC tabulations of 2018 ACS PUMS

ECONOMIC ASSISTANCE State Median Income for ND households 2020

Many federal assistance programs are designed to help individuals and families who earn less than 60% of State median income (SMI).

60% SMI is roughly equivalent to 200% of the federal poverty level.

	30% SMI		60% SMI		100% SMI	
Household	Annual	Hourly	Annual	Hourly	Annual	Hourly
Size	Income	Wage	Income	Wage	Income	Wage
1	\$ 15,720	\$ 7.56	\$ 31,440	\$ 15.12	\$ 52,400	\$ 25.19
2	\$ 20,562	\$ 9.89	\$ 41,124	\$ 19.77	\$ 68,540	\$ 32.95
3	\$ 25,398	\$ 12.21	\$ 50,796	\$ 24.42	\$ 84,660	\$ 40.70
4	\$ 30,234	\$ 14.54	\$ 60,468	\$ 29.07	\$ 100,780	\$ 48.45
5	\$ 35,070	\$ 16.86	\$ 70,140	\$ 33.72	\$ 116,900	\$ 56.20
6	\$ 39,912	\$ 19.19	\$ 79,824	\$ 38.38	\$ 133,040	\$ 63.96
7	\$ 40,818	\$ 19.62	\$ 81,636	\$ 39.25	\$ 136,060	\$ 65.41
8	\$ 41,724	\$ 20.06	\$ 83,448	\$ 40.12	\$ 139,080	\$ 66.87

Hourly wage based on assumption of 2,080 hours of work / year (full time equivalent)

EVERY OCCUPATION HAS A DIFFERENT EARNING PROFILE, WHICH HELPS US UNDERSTAND WHO MAY BE ELIGIBLE FOR ASSISTANCE Sampling of occupations by average wage (2019)







Less than \$12 / hr	\$12 - \$20 / hour	\$20 - \$28 / hour	\$28 - \$35 / hour
Waiter/Waitress	Pharmacy tech	Carpenter	School counselor
Child care worker	Home health	Loan processor	Rotary drill oper
Dishwasher	PT assistant	Legal secretary	HR specialist
Bartender	Hair stylist	Correctional officers	Accountant
Cafeteria worker	Retail	Auto service tech	Real Estate Sales
Short order cook	Farmworker	Surgical tech	PR specialist
Cashiers	Restaurant cook	Roofer	Counselor
Clerical assistant	Data entry	Lic Practical Nurse	Registered Nurse
Personal care aide	EMTs & paramedics	Dental assistant	Computer network
	Carpet installers	Firefighter	specialist
	Maintenance workers	Surgical assistant	Construction
	Nursing assistant	Clergy	supervisor
	Laborer	Social worker	Dental hygienist
	Substitute teacher	Police	Architecture occ
	Office/accounting clerk	Hotel manager	Speech pathologist
	Light truck driver	Roustabout	
	Extraction helper	Heavy truck driver	

Private loans, investments from banks

Capital + Operating

Private loans, investments from banks Government tax credits, loans

Capital + Operating



Target: Those at or Above AM

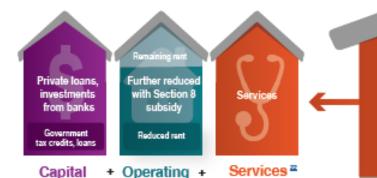
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Three Housing Models

Affordable Housing ²¹

Target: Low Income (below 60 percent AMI)

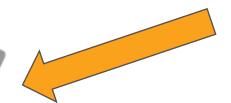
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Supportive Housing

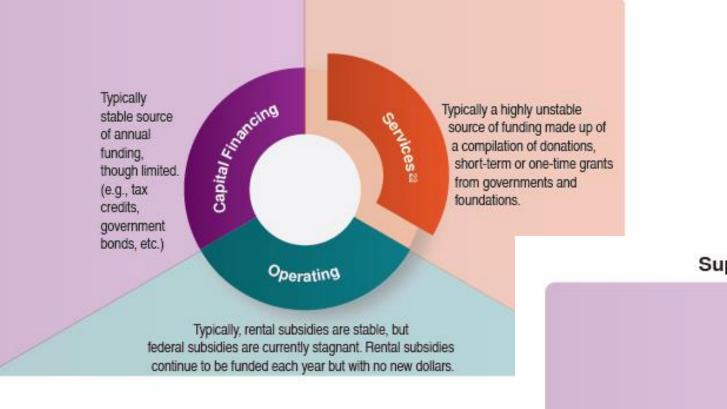
Target: Extremely Low Income (below 30 percent AMI) with service needs, such as individuals transitioning out of nursing facilities, chronically homeless adults and the high-need, high-cost population.

"Supportive housing" is affordable housing that targets extremely low-income households (30 percent or less of AMI) and provides services that this vulnerable population needs. Similar to affordable housing, households pay roughly one-third of their income toward rent, with the remainder government subsidized. Some services provided in supportive housing are not funded, however, and with no stable revenue source to pay for those services, particularly pretenancy and tenancy support, supportive housing providers often have to cobble together short-term or one-time grants to cover services, a solution that is not sustainable long term.

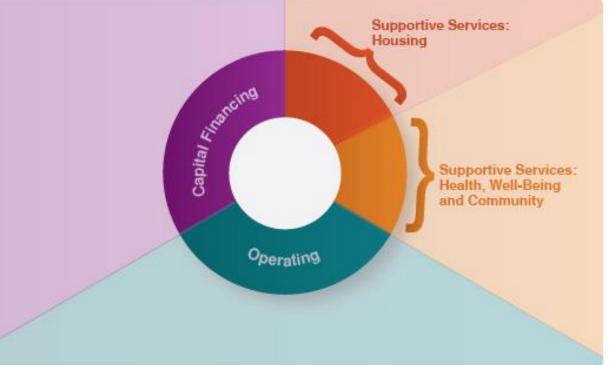


Note: Capital costs only apply to single-site supportive housing.

Supportive Housing Without Medicaid



Supportive Housing With Medicaid



Source: Housing as Health | A Road Map for States: Leveraging Housing Interventions that Improve Health Outcomes and Reduce Costs, Sept 2016

What are Supportive Services?

Supportive Services Housing ¹⁸

Tenancy Support

- Intake;
- Income eligibility;
- · Health insurance eligibility;
- Needs assessment;
- Development of housing plan;
- Housing search;
- Housing applications;
- · Landlord engagement;
- Deposits;
- Eviction prevention;
- Obtaining furniture, household items;
- Case management/care coordination;
- On-site monitoring; and
- · Housing respite.

Health Care

- Medical respite
- · Referrals to or provision of:
 - Primary care;
- BH;
- Substance use services;
- Medication management;
- Vision; and
- Dental.
- Documentation and application
 - for:
 - Disability; and
 - · Health insurance.
- Accompanying tenant to appointments:
 - Transportation to medical appointments;
 - · Pain management; and
 - Palliative care.
- Case management/care coordination.

Behavioral Health

 Assertive Community Treatment for high mental health MH/SUD-needs populations;

Supportive Services

Health, Well-Being and Community 19

- Intensive case management for mild to moderate MH/SUD needs populations;
- Mobile crisis services including peer-based crisis;
- · Peer support services;
- Psychosocial rehabilitative services (e.g.,supported employment, skill building interventions, community supports);
- · Nonemergency medical transportation;
- Medication services including medication management and reconciliation;
- SUD services (e.g., medication-assisted treatment for opioid dependence);
- Individual and group therapies (e.g. integrated dual disorders treatment, illness management and recovery); and
- · Case management/care coordination.

Referrals to Social Support

- Employment supports;
- Apprenticeships;
- Education supports;
- Nutrition education, including grocery shopping;
- · Legal services;
- · Budgeting and finances;
- Documentation and application for food stamps;
- · Family counseling, mediation;
- Crisis management;
- Transportation (job-related);
- Access to child care;
- Activities of daily living; and
- Case management/care coordination.

Medicaid can pay for tenancy support but most states have not currently exercised those options.

Many Medicaid programs pay for supportive services related to physical health and BH as well as referrals to community-based services, but most do not reimburse for tenancy support.

Source: Housing as Health | A Road Map for States: Leveraging Housing Interventions that Improve Health Outcomes and Reduce Costs, Sept 2016

*Note: This list is not exhaustive but rather intended to serve as an example of the most commonly offered services. For more information on supportive housing, see: <u>https://www.usich.gov/solutions/housing/supportive-housing</u>

Incorporate key elements of Behavioral Health **Services that** are integral to housing intervention

Source:

Housing as Health | A Road Map for States: Leveraging Housing Interventions that Improve Health Outcomes and Reduce Costs. September 2016



Two Different Supported Housing Models

Scattered Site

- Rental units located throughout the community;
- Apartments or single-family homes:
- Case managers may be mobile and provide services in the home, or patients can receive care at FQHCs or other partner facilities;
- Patients also referred to providers in their community;
- Little or no up-front capital investment; and
- Works well in communities well supplied with MH, BH and other service providers needed to effectively treat this population.



Availability of Units:

- Lease existing units immediately from landlords willing to participate, or identify tax-credit units about to come online
- Most federally sponsored subsidies require that units meet Fair Market Rent guidelines and Section 8 inspection standards.

Single Site or Mixed Single Site

- Units located in a single building;
- Many services provided onsite by hired staff, through partnerships with providers or onsite at a provider facility;
- Depending on financing:
 - 100% units reserved as supportive housing
 - Percentage of units set aside as supportive housing, remainder reserved as market-rate housing for the general population
- Good option for cities with a shortage of affordable rental units to meet Fair Market Rent guidelines.



Existing units are likely to be filled, with a

- low turnover rate.
- New units will need to be created through construction or rehabilitation.
- For this reason, scattered site complements single site nicely.

Source: Housing as Health | A Road Map for States: Leveraging Housing Interventions that Improve Health Outcomes and Reduce Costs, Sept 2016

KEY TERMS | DOJ SETTLEMENT Most Integrated Setting

A *living environment* that allows individuals with disabilities to interact with non-disabled persons to the fullest extent possible.

December 2020 U.S. Dept of Justice Settlement with State of North Dakota

For Example

Single Family Home Apartment Townhome Condominium Farm or Ranch Adult Foster Care Living with family

SETTLEMENT AGREEMENT BETWEEN U.S. DOJ & STATE OF ND

Purpose is to ensure that the State will meet the ADA requirements by providing services, programs, and activities for individuals with physical disabilities in the most integrated setting appropriate to their needs.

Effective December 14, 2020

Agreement will terminate eight years after effective date if Parties agree that the state has attained substantial compliance with all provisions and maintained that compliance for a period of one year.



KEY TERMS | DOJ SETTLEMENT Community Integration Mandate

Public entities are required to provide **community-based services** when:

- Community-based services are appropriate for the individual; <u>and</u>
- The individual does not oppose community-based treatment; <u>and</u>
- Community-based treatment can be reasonably accommodated, taking into account:
 - Resources available to the entity and
 - Needs of others receiving disability services.



KEY TERMS | DOJ SETTLEMENT Permanent Supported Housing

Affordable, permanent housing coupled with housing supports and other community-based services. Individual lives in a private home alone, with family, significant other, or roommates of their choosing.

December 2020 U.S. Dept of Justice Settlement with State of North Dakota

Notes

• Must be scattered site housing

Tenants must have access to community provider for intermittent on-call, planned and back up community-based services

KEY TERMS | DOJ SETTLEMENT Integrated Housing

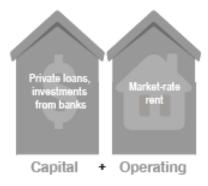
Housing cannot be provided in group

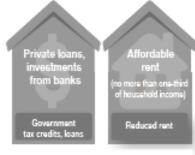
homes, nursing facilities, boarding homes, residential care facilities or assisted living residences; or any building where more than 25% of the occupants are TPM.

Requires state to **provide** funding for **rental assistance**

including reasonable expansion of existing capacity by funding and providing rental assistance to support permanent housing for TPM.

Requires state to provide for assistance with **identifying** housing, coordinating housing modifications, applying for subsidized housing, as well as help preserving tenancy if temporarily admitted to a Nursing Home.





Capital + Operating

Further reduced

with Section 8

subsidy

Reduced rent

+ Operating +

Services

Services 2

Market Rate Housing

Target: Those at or Above AMI*

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A Fourth Model

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*AMI: Area Median Income

Private loans,

investments

from banks

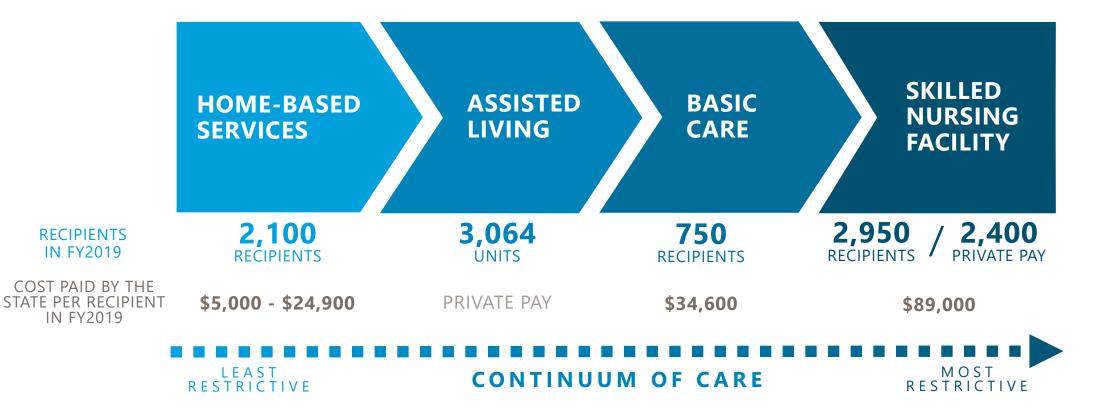
Government

tax credits, loans

Capital

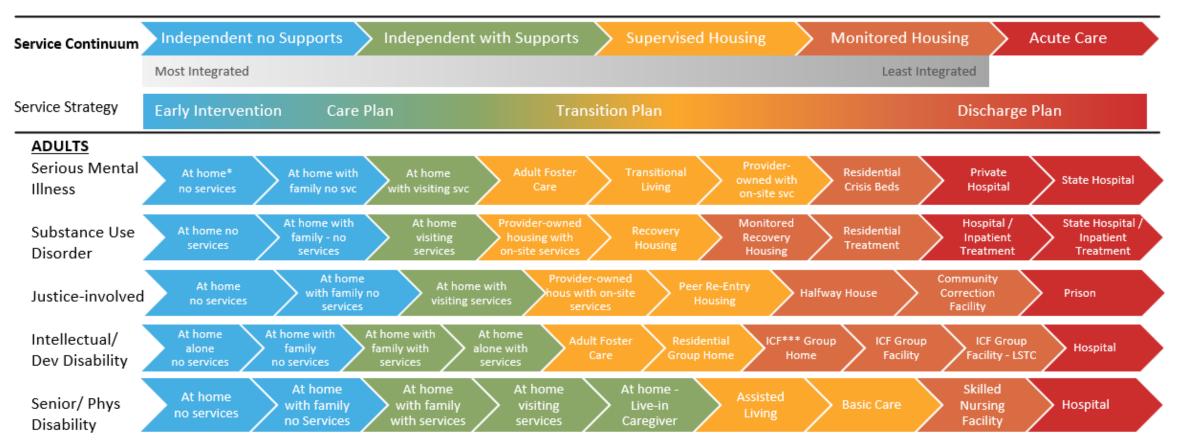
CONTINUUM OF CARE | DOJ SETTLEMENT

Long-term care services & supports



The Service Continuum - Adults

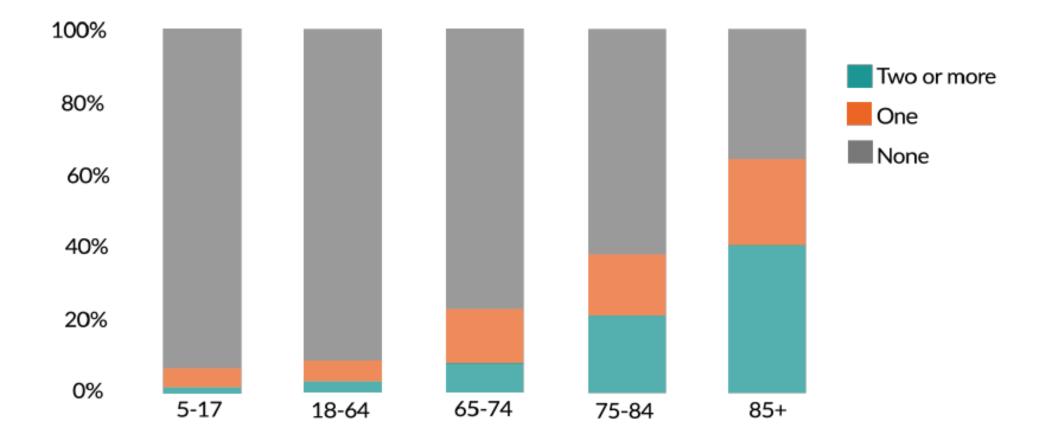
A critical concept defined



*Home = includes any type of home setting that is the responsibility of the individual (single family home, condo, apartment, mobile home) **Family = includes birth family, kin-caregiver, adopted family

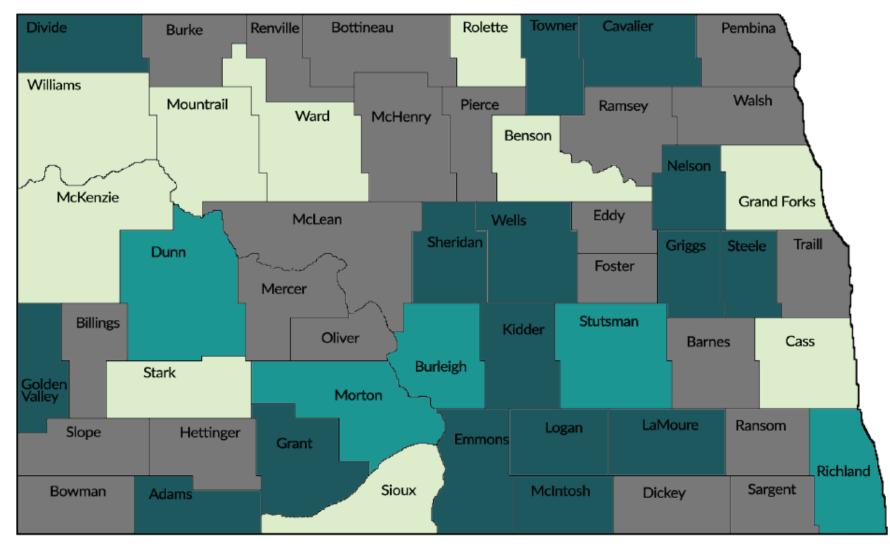
***ICF = Intermediate Care Facility. ICF Group Home (less than 8 people); ICF Group Facility (8 or more people); ICF LSTC (Life Skills Transition Center)

Individuals by Detailed Age and Number of Disabilities ¹⁸



Source: "The Current State of Housing in North Dakota", 2020, p.18

Percent of Population Age 65+ 19



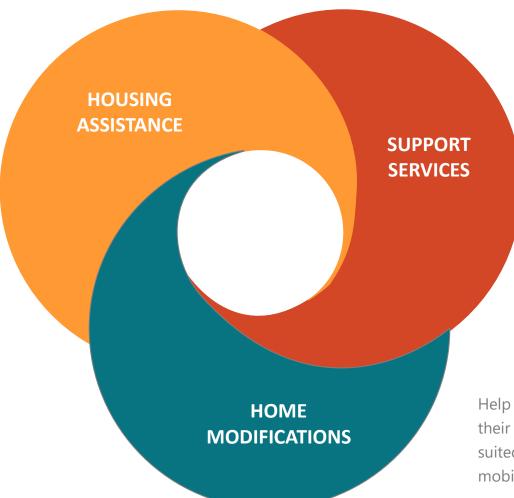
Less than 15.0% 15.0 to 19.9% 20.0% to 24.9% 25.0% or more

What do we need to do to help someone make an informed choice about how they may want to access services in the most integrated setting that is right for them?



Improve ability to live as independently as possible

Intersecting approaches can help preserve possibilities and assure choice



Provide housing assistance to

barrier to independent living.

remove affordability as a

Home and community-based support services that provide the assistance necessary for someone to stay living independently.

Help people make modifications to their home to ensure that it is well suited to their changing health and mobility needs.

Improve ability to live as independently as possible

Intersecting approaches can help preserve possibilities and assure choice

Rental Assistance HOUSING Property Tax Assistance ASSISTANCE Special Assessment Assistance **SUPPORT** SERVICES Utility assistance Assistance with home repairs HOME **MODIFICATIONS**

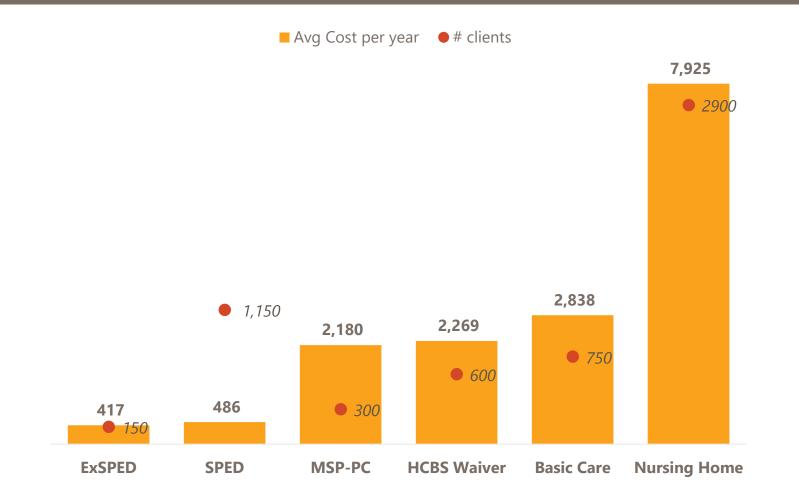
Personal Care Medication Assistance **Meal Preparation** Shopping Assistance Transportation Assistance **Companion Services** Preventative Health Care Behavioral Health supports Employment supports Economic assistance Budget planning Care coordination

Renovation to address mobility Renovation to address accessibility Integration of assistive devices

What do we need to do to make sure we are delivering the right service in the right place at the right time?



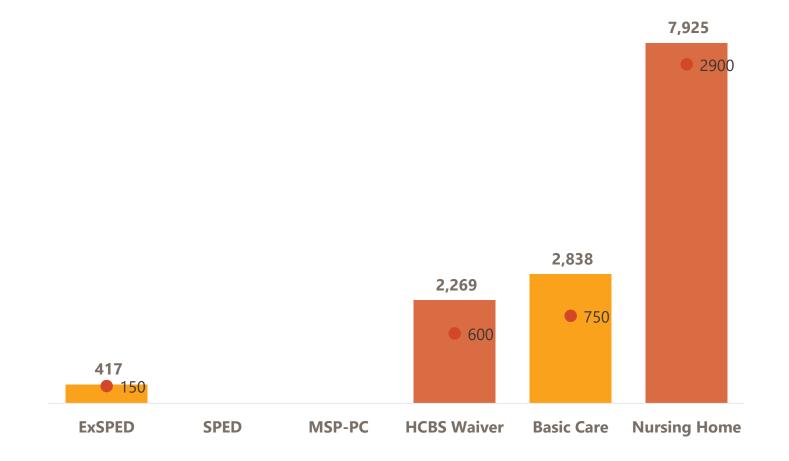
AGING & ADULT SERVICES Cost per month per person per type of service – SFY20



Program Descriptions / Detail

- Service Payments for the Elderly and Disabled (SPED): Provides services for people who are older or physically disabled, have limited assets, and who have difficulty completing tasks that enable them to live independently at home.
- Expanded SPED (Ex-SPED): Pays for in-home and community-based services for people who would otherwise receive care in a licensed basic care facility.
- Home and community-based services (HCBS) waiver: This waiver from the federal government allows the state to use Medicaid funds to provide services enabling eligible individuals who would otherwise require nursing home services to remain in their homes or communities.
- Medicaid State Plan personal care (MSP-PC): Personal care services available under the Medicaid state plan and enable persons with disabilities or chronic conditions accomplish tasks they would normally do for themselves if they did not have a disability.
- Basic Care: Room and board and personal care services for persons eligible for Medicaid.

AGING & ADULT SERVICES Cost month per person per type of service – SFY20



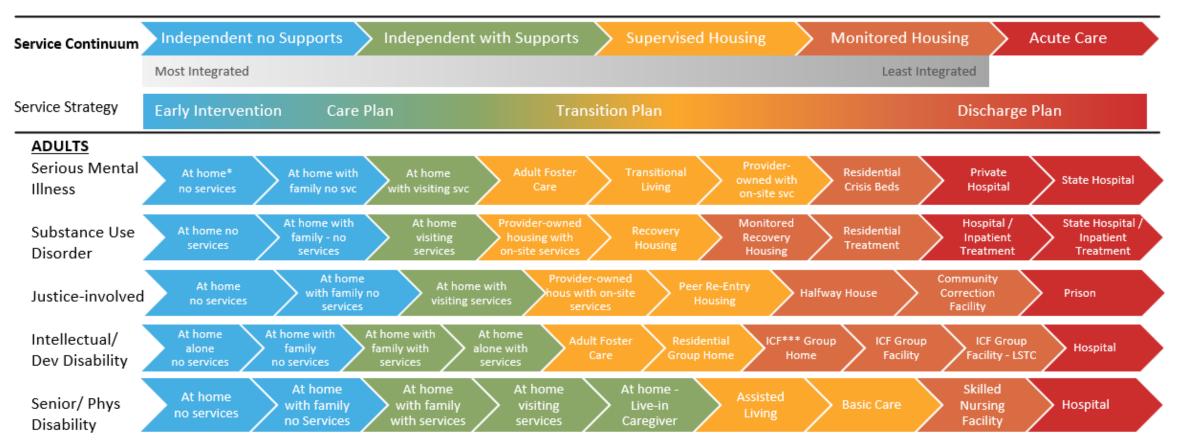
Types of Care with same criteria for eligibility (level of care, assets, income)

Expanded SPED = Basic Care \$417 / mo v \$2,838 / mo DIFFERENCE IN COST : \$2,421 DIFFERENCE IN SVC : Rent, Meals, Supervision

HCBS Waiver=Nursing Home\$2,269 / mov\$7,925 / moDIFFERENCE IN COST : \$5,656DIFFERENCE IN SVC :Rent, Meals, Supervision, 24/7 Nursing

The Service Continuum - Adults

A critical concept defined



*Home = includes any type of home setting that is the responsibility of the individual (single family home, condo, apartment, mobile home) **Family = includes birth family, kin-caregiver, adopted family

***ICF = Intermediate Care Facility. ICF Group Home (less than 8 people); ICF Group Facility (8 or more people); ICF LSTC (Life Skills Transition Center)

What do we need to do to help someone find their way through a situation that threatens to push them into crisis, and instead help them find their way to stability.



DHS 19-21 BIENNIUM ACCOMPLISHMENTS & WORK IN PROGRESS Improved access to effective services



Process Improvement & Redesign Efforts

- Long term care eligibility team
- Child Protective Service Redesign
- Human Service Zones
- Centralized approach to childcare licensing
- Move to functional teams for child support
- Electronic Visit Verification & case management systems



Treatment & Recovery Supports

- Medication Assisted Treatment
- Expanded use of SUD voucher
- Behavioral health crisis services



In-Community Services

- Peer supports, Companionship, and Adult Foster Care
- Social Determinants of Health via Medicaid (1915i)
- Centralized connection point for home & community-based svc (ADRL)
- Extended Free Through Recovery



