



MIHU Report

July 2020

Department of Housing and Community Development

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PROGRAMSUMMARY

Welcome to the MIHU Monthly Report. The report is posted monthly on the County website at www.howardcountymd.gov/Housing_publications.

The MIHU Program is an inclusionary zoning program that requires developers of new housing in specific zoning districts to sell or rent a portion of the dwelling units to households of moderate income. MIHUs are sold or rented through Howard County Housing at affordable prices and rents. MIHUs are interspersed throughout each development and residents enjoy all the amenities in the community.

A household of moderate income is defined as one whose household income does not exceed 80% of the Howard County median income for purchasers and 60% of the Howard County median income for renters. The Howard County median income for 2020 is \$115,576. All dwelling types are available for purchase or rent, from apartment-style dwellings and condominiums, to townhouses and single-family detached dwellings. The purchase price and rental rate for each type of MIHU is calculated according to an affordability formula established by the MIHU regulations. MIHU prices are set twice a year. Applications for the program can be obtained during open enrollment periods at the Howard County Housing office, by calling (410) 313-6318 or online at www.howardcountymd.gov/MIHU_openenrollment. Rental applications are accepted year-round on a first-come, first-serve basis at rental communities that offer MIHU apartments. Visit our website for a list of participating rental communities.

The Housing and Community Development Board approved the July MIHU pricing and standards at their board meeting on June 11, 2020. MIHU pricing for July 1, 2020 – December 31, 2020 is available by contacting the office or by visiting our website: www.howardcountymd.gov/mihu_developer. Rental rates and participating rental community contact information is also available by phone, email, or on the department website.

A lottery was held on July 27th to award 2 units at Delacour at Blue Stream for settlements in September. There were 3 MIHU settlements this month (2 - Trotters Knoll; 1-Oxford Square/River Overlook). A new MIHU Agreement and Declaration of Covenants was signed for Falcon Place in Laurel this month. This new community of 10 townhomes will provide 1 MIHU on-site.

Due to the County's state of emergency order regarding COVID-19, the Department sent an update to homeowners explaining the revised resale process on July 8th. The requests from homeowners will be considered for pricing and priority periods based on the date they were received. The Department will begin processing resale requests in August. For example, requests received from 3/15 – 4/15 will be priced and priority periods will be initiated in August. Requests received from 4/16 – 5/15 will be priced and priority periods will be initiated in September, and so on. If homeowners have a verifiable hardship, they can submit documentation to the department for consideration.

Lisa Wiseman, Chief of the Housing Opportunities Programs Division, accepted a new opportunity outside County Government. Lisa was with the department for 6 years and helped countless families navigate the MIHU program and become homeowners in the County. Lisa's last day will be August 3rd. We thank Lisa for her service to the residents of Howard County and wish her well in her future endeavors.

Additional MIHU information is available by phone, on the website or by emailing housing@howardcountymd.gov.

Faith McCullough and Quanita Kareem
Housing Opportunities Programs Division

MIHU RENTALS

MIHU rental applications are available year-round and offered on a first come, first serve basis at participating communities. The 2020 rent comparison and occupancy information are shown below:

MIHU Developments	Status	Total Units	On-Site MIHU's	On-Site LIHU's	Pending	Rented	Market Rent*	MIHU Rent
Aladdin South	C	39	39	0	0	39		
Alta at Regency Crest	C	150	15	0	0	15	\$ 2,270	\$ 1,372
Annapolis Junction Town**	C	416	32	0	10	22	\$ 2,316	\$ 1,300
Ashbury Court	C	156	24	0	0	24	\$ 1,692	\$ 1,372
Azure Oxford Square	C	248	38	0	0	38	\$ 2,055	\$ 1,372
Belmont Station	C	208	32	0	0	32	\$ 1,817	\$ 1,365
Brompton House 2**	C	193	9	9	0	18	\$ 2,250	\$ 1,365
Burgess Mill Station II	C	53	6	0	0	6	\$ 1,708	\$ 1,175
Dartmoor Place	C	258	39	0	0	39	\$ 2,133	\$ 1,398
Ellicott Gardens	C	106	103	0	0	103		
Howard Square Verde II**	C	344	35	0	0	35	\$ 2,026	\$ 1,372
Miller's Grant	C	286	29	0	16	13		
Mission Place	C	366	61	0	0	61	\$ 1,836	\$ 1,372
Oakland Place	C	16	4	0	0	4		
Orchard Meadows	C	150	15	0	0	15	\$ 1,793	\$ 1,372
Orchard Park	C	40	4	0	0	4	\$ 1,919	\$ 1,372
Parview at Emerson	C	80	80	0	0	80		
Penniman Park	C	186	19	0	0	19	\$ 1,732	\$ 1,398
Riverwatch I**	C	84	42	0	0	42		
The Refinery	C	250	38	0	38	19	\$ 2,175	\$ 1,357
The Vine	C	283	43	0	0	43	\$ 2,644	\$ 1,367
The Wexley @100	UC	394	40	0	40	0		
Townes at Pine Orchard	C	71	7	0	0	7	\$ 2,625	\$ 1,372
TOTALS		4377	754	9	104	678		

*2 -bedroom market rents as of July 2020

**alternative compliance used

Rental Communities with MIHU requirements to be built:

Development	Status	Total Units	On-site MIHU Requirement	Pending
Beechcrest	PC	64	33	33
Bristol Court	PC	318	48	48
Deep Falls	PC	80	55	55
Riverwatch II	PC	58	33	33
Robinson Overlook	PC	48	5	5
TOTALS		568	174	174

PC - Pending Construction | UC - Under Construction | C - Complete

MIHU HOMEOWNERSHIP SUMMARY

MIHUs in Priority Periods in July: Delacour at Blue Stream (4); Oxford Sq./River Overlook (2); Paddock Pointe (2), Trotters Knoll (1)

MIHUs Under Contract in July: Oxford Sq./River Overlook (2); Trotters Knoll (2); Delacour at Blue Stream (2)

MIHU Developments	Status	Total Units	MIHUs Required	LIHUs Required	Under Contract	Released to Builder	MIHU/LIHU Closed 2007-2019	MIHU/LIHU Closed 2020
Belmont Station	C	110	17	0	0	0	17	0
Delacour at Bluestream	UC	108	34	0	2	0	0	0
Cedar Creek	PC	184	19	0	0	0	0	0
Cherry Tree Townhomes	C	110	17	0	0	0	17	0
Dorset Gardens at Bluestream	C	230	44	0	0	16	28	0
Elkridge Crossing Condos**	C	56	18	0	0	4	10	0
Elkridge Crossing Townhomes**	UC	208	19	0	0	1	7	0
Ellicott Crossing	C	154	16	0	0	0	16	0
Fox Hunt Estates	C	32	4	0	0	0	4	0
Foxwood Manor	C	37	5	0	0	0	5	0
Gatherings at Ellicott Mills Condo**	C	127	10	1	0	4	7	0
Gatherings at Jefferson Pl. Condo**	C	135	14	0	0	5	9	0
Guilford Mews	C	26	3	0	0	3	0	0
Howard Square**	C	413	55	0	0	0	51	0
Joseph's Courtyard**	C	24	0	1	0	0	1	0
Jones Station	C	22	3	0	0	3	0	0
Legacy at Cherry Tree Condo**	C	152	4	3	0	0	7	0
Long Gate Overlook**	PC	79	0	5	0	0	0	0
Magnolia Manor	PC	59	3	0	0	0	0	0
Morris Place**	C	175	28	0	0	24	4	0
Oxford Square/Folly Bridge/Springdale	C	197	31	0	0	2	29	0
Oxford Square/Exeter Park Condos	UC	180	31	0	0	0	27	2
Oxford Square/River Overlook	UC	126	19	0	2	1	12	4
Oxford Square/The Yard	UC	56	9	0	0	0	0	4
Paddock Pointe (formerly Laurel Park)	UC	220	34	0	0	0	0	0
Riverwalk	C	58	6	0	0	0	6	0
ShIPLEY'S Grant	C	464	21	0	0	0	21	0
Simpson Mill**	C	150	0	5	0	0	5	0
St Charles Woods**	PC	22	0	1	0	0	0	0
Trotter's Knoll	UC	77	8	0	2	0	3	3
Waverly Grove	C	30	3	0	0	0	3	0
Village Towns	C	259	23	0	0	2	14	0
TOTALS		4280	498	16	6	65	303	13

** approved alternative compliance

PC- Pending Construction/UC-Under Construction/C- Complete

MIHU TRACKING – RESALES and RELEASES

MIHU homes are perpetually affordable. In other words, once the units are designated as MIHUs, they remain in the program in perpetuity. When a builder requests a priority period for new MIHUs, the Department has 120 days to find eligible buyers to purchase the MIHUs. In the event the Department does not provide an eligible buyer within the priority period, the unit is released to the builder to be sold at market rate. When units are sold at market rate as a non-MIHU, the builder is required to split the net proceeds with the County 50/50. Upon receipt of the net proceeds, the department will execute a release of the unit from the program.

A similar process occurs for MIHU resales. When an MIHU homeowner contacts the Department to request a resale price, a 120-day priority period begins to find an eligible buyer for the home. If the home is not awarded within the priority period, the homeowner may sell the home at market rate as a non-MIHU and split their proceeds with the net proceeds with the County 50/50. The Department continues to update the database and increase marketing efforts to identify income eligible, mortgage ready candidates for new and resale units.

The Department received 4 new resale inquiries from MIHU homeowners this month. If the homeowners decide to proceed with selling their homes, the Department will have 120 days to award the homes at the new MIHU price to income-eligible applicants. However, due to the challenges associated with showing and awarding homes during COVID-19, there is currently a hold on all MIHU resale requests. The Department sent an update on July 8th to all MIHU homeowners that submitted resale requests after March 15th. The Department has modified procedures, so staff can safely begin processing the resale requests in August.

Community	Re-Sales Closed 2013 - YTD 2019	Re-Sales released from MIHU Program	Re-Sales Closed in 2020	Totals
Belmont Station	1	2	0	3
Cherry Tree Townhomes	3	0	0	3
Dorset Gardens at Bluestream	2	0	0	2
Elkridge Crossing Condo	6	0	0	6
Elkridge Crossing Townhomes	0	1	0	1
Fox Hunt Estates	0	1	0	1
Ellicott Crossing	4	0	0	4
Gatherings at Ellicott Mills	0	1	0	1
Howard Square	1	0	0	1
Legacy at Cherry Tree	2	0	1	3
Oxford Square - Exeter Park	1	0	0	1
Oxford Square - Folly Bridge Springdale	0	2	0	2
Riverwalk	2	1	0	3
Shipley's Grant	3	0	1	4
Village Towns	2	0	0	2
Totals	27	8	2	37

MIHU FEE IN LIEU

One method of alternative compliance is a fee-in-lieu option. Developers of single family, detached dwellings may pay a fee-in-lieu instead of providing MIHUs in the following zoning districts: RC, RR, R-ED, R-20, R-12, and R-SC. Developers of age-restricted, planned senior communities, single family attached dwellings in R-H-ED and mixed-use developments in MXD are also eligible for the fee-in-lieu option. Developers contact the Department for an MIHU agreement when they receive a Technically Complete letter from Planning and Zoning.

The County’s Department of Inspections, Licenses and Permits collects the fee in lieu. Our Department is tracking this information to comply with the legislation’s reporting requirements and to determine potential revenue for affordable housing units and programs. The Department has signed fee in lieu agreements for 47 units in 8 developments through July 2020.

Development	Zip Code	Zoning	New Lots/Units	Agreement Signed
Eden Brook	21046	R-12	24 Age-Restricted	7/23/20

The Department will continue to use MIHU fee-in-lieu funds for SDLP and Workforce Initiative loans in FY21. In addition, \$400,000 in MIHU fee-in-lieu funds will be awarded to several nonprofits this month to engage in a collaborative effort to create, rehabilitate and/or preserve affordable housing units in the County.