# Construction Subcommittee Meeting 1

Friday, October 25

10 a.m. to 11:30 a.m.

Senate Hearing Room, Legislative Hall

#### Task Force Charge

Make findings and recommendations on how the State and local governments can promote the production of rental units and homes that are affordable at various income levels throughout Delaware.

- Consider and review best practices related to land use, affordable housing production, and affordable housing financing adopted in other states;
- Review zoning and permitting laws and regulations that govern residential land use and evaluate how well they enable or inhibit the production of affordable housing; and
- Study and review land use development and residential housing construction industry practices to determine what factors, in Delaware, are limiting the production of affordable housing opportunities for households below 120% AMI.

#### Approach to Task Force Charge

- Identify challenges and barriers to increasing supply to match demand
- Identify potential solutions
- Prioritize actionable recommendations and strategies
- For each recommendation, indicate:
  - Who should implement (State/Local Gov't/Private Sector);
  - Whether implementation will require legislation, regulatory changes, and/or funding subsidies

#### Construction Subcommittee

### Stakeholders Required to be Represented:

- Delaware Workforce Development Board
- Architectural Firms
- Civil Engineering Firms
- General Contractors

#### **Required Topics to Review:**

- Workforce Development
- Innovative home construction methods

#### Parking Lot

- To be used to document ideas that are unrelated to production and our required focus areas, but still housing-related
- These items can be referred to other subcommittees (as appropriate) or acknowledged in the final report as something needing further study

#### **Projected Housing Needs**

- DSHA's 2023 Statewide Housing Needs Assessment projects how many housing units are needed by 2030 to keep up with growth
- The projections are broken down by county, tenure (i.e., owner-versus renter-occupied units), and affordability as measured by a percentage of Area Median Income
- The projections assume that the state's current homeownership rate (71%) remains steady
- The projections are <u>in addition</u> to the existing shortage of **19,400** rental units that are affordable to households making 0-50% AMI

## Housing Units Needed in Delaware by 2030 to Accommodate Growth

		0-30%	31-50%	51-80%	81-100%	100%+
	Total	AMI	AMI	AMI	AMI	AMI
Delaware	24,349	2,888	2,732	4,393	2,520	11,815
Owner						
Units	18,268	1,497	1,624	3,010	1,911	10,227
Renter						
Units	6,081	1,391	1,108	1,384	609	1,588

### Housing Units Needed in New Castle County by 2030 to Accommodate Growth

		0-30%	31-50%	51-80%	81-100%	100%+
	Total	AMI	AMI	AMI	AMI	AMI
New						
Castle						
County	4,016	556	465	696	424	1,875
Owner						
Units	2,727	220	236	429	293	1,548
Renter						
Units	1,289	336	229	267	131	326

This is in addition to a shortage of **12,247** rental units affordable to households making between 0-50% AMI in New Castle County.

### Housing Units Needed in Kent County by 2030 to Accommodate Growth

		0-30%	31-50%	51-80%	81-100%	100%+
	Total	AMI	AMI	AMI	AMI	AMI
Kent						
County	6,941	779	761	1,179	664	3,559
Owner						
Units	4,793	341	392	672	440	2,948
Renter						
Units	2,148	437	369	507	224	611

This is in addition to a shortage of **3,354** rental units affordable to households making between 0-50% AMI in Kent County.

## Housing Units Needed in Sussex County by 2030 to Accommodate Growth

		0-30%	31-50%	51-80%	81-100%	100%+
	Total	AMI	AMI	AMI	AMI	AMI
Sussex						
County	13,392	1,553	1,506	2,519	1,432	6,382
Owner						
Units	10,749	935	996	1,909	1,178	5,730
Renter						
Units	2,643	618	510	610	254	651

This is in addition to a shortage of **2,850** rental units affordable to households making between 0-50% AMI in Sussex County.

#### DWDB: Eligible Training Provider List

Provider	Programs Available
Dawn Career Institute	HVAC Technician
Delaware Skills Center	Carpentry; Electrical Trades; HVAC & Refrigeration; Plumbing; Welding & Fabrication
DelTech Innovation & Technology Center	Construction Technology*; HVAC Technician Certificate*; Welding Technician Certificate Program*; Refrigeration, Heating, & Air Conditioning
Polytech Adult Education	Electrical Construction; HVAC/R; Plumbing
Sussex Tech Adult Division	Carpentry; Electrical; HVAC; Welding; Plumbing

<sup>\*</sup>Programs available both for-credit and non-credit