House Concurrent Resolution No. 28

93RD GENERAL ASSEMBLY

2120L.01I

Whereas, the Housing Authority of Kansas City (HAKC) was created on July 14, 1941, by city ordinance and mayorial appointment of a five-member Board of Commissioners 2 3 in accordance with Missouri enabling legislation; and 4 Whereas, a public housing agency is a governmental or public body that is 5 authorized by the State to engage in or assist in the development or operation of housing for low-6 income families. Public housing programs are managed by a variety of organizations: housing 7 8 agencies, local government departments, nonprofit organizations, and private property managers, 9 with the public housing agency acting as the landlord; and 10 Whereas, the mission of the Housing Authority of Kansas City is to develop, 11 rehabilitate, and manage decent, safe, and sanitary quality affordable housing in a manner that 12 13 promotes equal opportunity, fair housing, and the deconcentration of race and poverty; and 14 Whereas, in the beginning, HAKC provided housing for returning veterans in the 15 1940s, with the program later expanded to include low-rent units for families, and by 1965 the 16 HAKC rental inventory totaled some 2200 units; and 17 18 Whereas, as federal policies shifted, HAKC also reoriented its activities. In 1967 19 and 1968, 200 units were leased from private owners for sublease to HAKC tenants under a rent-20 supplement program. From 1968 to 1970, 50 foreclosed single-family homes were purchased 21 22 from the Federal Housing Administration and the Veterans Administration by the HAKC for 23 lease to public housing tenants; and 24 Whereas, in the 1970s proposals from developers for turnkey housing were 25

26 requested, and the rehabilitation and modernization of existing structures became a priority for

HAKC. For the next decade, a succession of executive directors oversaw the Authority. Tenants 27 28 became dissatisfied with the condition of what were formerly well-maintained units and sued in 29 1993 in federal court to hasten the rehabilitation of one of the older developments; and

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Whereas, in 1994, the Housing Authority of Kansas City faced daunting and 31 32 formidable challenges so serious that the agency was placed in federal court receivership, with 33 the agency's housing stock largely distressed and obsolete as evidenced by a 43% vacancy rate, 34 enormous backlogs of uncompleted maintenance work, rampant criminal activity, and hundreds 35 of families living in dangerous, substandard conditions; and

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Whereas, the United States Department of Housing and Urban Development 37 (HUD) declared the HAKC a "troubled agency", based on its score of less than 44% under the 38 39 national Public Housing Management Assessment Program; and 40

Whereas, today, HAKC operations and the majority of its properties have 41 42 undergone a dramatic and near complete makeover. HAKC's vacancy rate now averages 43 approximately 2%, maintenance requests are addressed promptly, and crime rates within public 44 housing are down by 44%. In 1998, HUD designated HAKC as a "high performer" agency; and 45

Whereas, since 1994, HAKC has focused intensive efforts to rebuild distressed 46 47 communities and to expand the supply of quality affordable housing in Kansas City, Missouri. 48 Several public housing developments, such as Guinotte Manor, Riverview Gardens, and Theron 49 B. Watkins, have been transformed into vibrant new mixed-income communities that serve as 50 the centerpieces of their respective urban neighborhoods, and the beautiful townhouses and 51 streetscapes of Villa del Sol occupy a site that a few years ago consisted of bombed out buildings 52 and empty streets; and 53

Whereas, in addition, HAKC has helped address the critical housing affordability 54 55 issues faced by community residents through implementation of over 3,000 new Section 8 56 vouchers, which allow participants to lease housing units from private landlords allowing

57 participants to have a greater choice in where they live; and

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Whereas, by 2003, HAKC had received numerous awards from national, regional, 59 and local organizations which symbolize HAKC's continued success in constructing safe, quality 60 housing for low-income residents, pioneering the rehabilitaiton and revitalizaiton of Kansas 61 62 City's urban core housing, and communicating those achievements to its clients and the public. The awards received by HAKC include: 63 64 65 (1) The United States Department of Housing and Urban Development's "New Face of 66 America's Public Housing Award" which recognizes housing authorities, developers, and urban designers for their efforts to replace outmoded housing projects with attractive, walkable, mixed-67 68 income neighborhoods; 69 70 (2) The National Association of Housing and Redevelopment Officials presented awards 71 for several of HAKC's print publications; 72 73 (3) The Historic Kansas City Foundation Award was received for two HAKC public housing "scattered site" homes (quality single-family town homes, duplexes, and houses 74

scattered throughout the city) constructed in the historic Coleman Highlands neighborhood,
where HAKC took painstaking efforts to ensure the homes were a complement to the
neighborhood; and

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Whereas, after years of federal oversight, the Housing Authority of Kansas City has taken steps toward resumption of local control. By 2003, a panel formed by the courtappointed receiver had been working on how to make sure the agency doesn't become dysfunctional again and in September 2002, the HAKC had a Board of Commissioners appointed which will set policy for the Authority when court supervision comes to an end; and

85 **Whereas**, while federal receivership was believed to be in its final stages by late 86 2003, today the Housing Authority of Kansas City is still under federal receivership and has not 87 fully transitioned to local control; and

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Whereas, the federal receivership of the HAKC has been overseen by Judge Dean

Whipple and Jeffrey K. Lines was the court-appointed receiver for eight years and now serves as the HAKC special master with oversight responsibilities of the Board of Commissioners and the HAKC. According to Mr. Lines, "we have witnessed a dramatic turnaround of the agency...During Receivership, the Housing Authority of Kansas City improved its national standing from a "troubled agency" to a "high performer" status in most key areas of performance measurement", and in July 2003, Mr. Lines stated that the HAKC was "in the final stages of Receivership", however, almost two years later the HAKC remains in federal receivership; and

98 Whereas, while HAKC has experienced a complete turnaround in federal 99 receivership, it is vital that the Authority be under local control and allowed to set its own 100 policies to address current needs and problems as they arise, as evidence by recent events in the 101 Kansas City area regarding funding for the refurbishing of houses in the Historic Jazz District 102 in which HAKC has a limited ability to respond due to the restrictions of its federal receivership; 103 and 104

105 **Whereas**, as a result of the significant and remarkable efforts of the Housing 106 Authority of Kansas City during receivership, the Authority has earned the right to be returned 107 to full local control and to set policies for the continued provision of quality, affordable housing 108 to low-income families in the Kansas City community: 109

Now, therefore, be it resolved that the members of the House of Representatives of the Ninety-third General Assembly, First Regular Session, the Senate concurring therein, hereby urge Judge Dean Whipple to immediately end the federal receivership of the Housing Authority of Kansas City initiated in 1994 and allow the Board of Commissioners appointed to set policies for the Authority, thereby returning the HAKC to full local control; and

Be it further resolved that the Chief Clerk of the Missouri House of Representatives be instructed to prepare properly inscribed copies of this resolution for Judge Dean Whipple and each member of the Missouri Congressional Delegation.