

February 18, 2025

Governor Phil Murphy Office of Governor PO Box 001 Trenton, NJ 08625

Dear Governor Murphy:

We, the undersigned local organizations dedicated to preventing and ending homelessness in New Jersey, would like to express our sincere gratitude for your unwavering support of our efforts to tackle NJ's chronic and deepening housing and homelessness crisis.

The FY2026 budget must plan for and grow essential housing and housing production resources, as we embark on the 4th round under *Mount Laurel*. The first, and most important step is to grow New Jersey's Affordable Housing Trust Fund (AHTF), the major, dedicated source of funding for affordable home creation in New Jersey. We can do this by expanding the state's realty transfer fee, the AHTF funding source, so it better reflects the state's housing production needs. Your FY26 budget should include the following:

- Fund Homelessness Diversion and Eviction Prevention Programs: It is essential to continue financing proven solutions, such as diversion and eviction prevention programs, which help individuals avoid homelessness. Additionally, we need to support our shelter system to keep those experiencing homelessness safe and provide ongoing support to assist people in finding permanent housing. As you are aware, the 2023 statewide Point-in-Time Count indicates that, for the first time since 2015, the number of individuals experiencing homelessness has exceeded 10,000.
- Grow the Affordable Housing Trust Fund: The AHTF is being used to fund housing security, stability and affordability programs as well as production. It is imperative that we help keep families in their homes by investing in eviction and homeless prevention services utilizing housing first, rapid housing and support for small, mom and pop landlords. At the same time, our leaders must preserve the intended use of the AHTF and ensure that construction and rehabilitation resources remain available to fill the need for more affordable homes to be built.
- Create Housing Revenue Streams through Luxury Home Sales: We ask your administration to consider creating a new revenue source through the sale of homes over \$2 million, that could fund vital programs that make living and raising a family in the state more affordable, and the impact of this fee would be limited to a small fraction of the housing market.

- Lower the rent: NJ should adopt a fee on for-profit, luxury developments that could be forgiven or refunded if the landlord provides affordable units through inclusionary zoning and/or keeps rent increases at a reasonable rate.
- Make evictors pay: Network members enthusiastically support A4964, sponsored by Asm. Gabriel Rodriguez, which would increase the eviction filing fee to \$150, up from the current \$50. This increased fee would be deposited directly into DCA's Office of Homelessness Prevention. Revenue could also be used to provide critical resources for eviction diversion counseling, rental assistance and/or legal counsel for lower income tenants.

With anticipated reductions in federal funding, New Jersey's budget needs to allocate more state resources to build affordable homes and to eliminate homelessness. We have shown that this issue can be addressed effectively with the proper funding level. Ensuring that everyone in the Garden State has a safe and stable place to call home is essential.

Sincerely,

Staci A. Boys

Staci A. Berger President and CEO, Housing and Community Development Network of NJ

Affordable Housing Alliance Affordable Housing Professionals of New Jersey American Dreamers Group **Belmont Homes** Bergen County's United Way Better Community Housing of Trenton, Inc Bridges Outreach, Inc. Camden Coalition of Healthcare Providers Cape Hope Inc. Catholic Charities, Diocese of Metuchen Catholic Charities, Diocese Of Trenton Central Jersey Housing Resource Center **Clinton Hill Community Action** Coastal Habitat for Humanity Collaborative Support Programs of New Jersey Coming Home Middlesex Community Access Unlimited, Inc. Community Affairs and Resource Center Community Hope, Inc. **Community Housing Services of America** Community Planning and Advocacy Planning Council

Corporation for Supportive Housing Cumberland County Habitat for Humanity Elizabeth Coalition to House the Homeless Elizabeth Development Company **Emanuel Community Development Corporation ESHIN Affordable Housing Corporation Essex Community Land Trust** Family Promise of Essex County Family Promise of Morris County Garden State Community Development Corporation Garden State Home **Gateway Community Action Partnership** Greater Bergen Community Action, Inc. Greater Middlesex and Morris Habitat for Humanity Habitat For Humanity Cape May County Habitat for Humanity of Bergen County Habitat for Humanity of Salem County Habitat for Humanity of South Central New Jersey HANDS, Inc. Holly City Development Corporation Homefront Homeless Solutions

Homes by TLC, Inc. Homes For All Housing Initiatives of Princeton Invest Newark Ironbound Community Corporation Isles, Inc. Jewish Community Housing Corporation of Metropolitan New Jersey Jewish Family Service of Atlantic & **Cape May Counties** Jewish Family Service of Central NJ Jewish Renaissance Foundation Joseph's House of Camden La Casa de Don Pedro Lincoln Park Coast Cultural District Mercer Alliance to End Homelessness **Mission First Housing Group** Moorestown Ecumenical Neighborhood Development Inc. (MEND) New Community Corporation New Jersey Coalition to End Domestic Violence New Jersey Coalition to End Homelessness New Jersey Community Development Corporation New Jersey HIV Housing Collaborative New Jersey Institute for Social Justice New Jersey Resource Project New Jersey YMCA State Alliance, Inc. NewBridge Services, Inc. NHS of Staten island - dba Neighborhoods for a Sustainable Future Northern Ocean Habitat for Humanity Northwest New Jersey Community Action Program **Operation HOPE Inc.** Parkside Business and Community In Partnership Partnerships Community Development Corporation Passaic County Habitat for Humanity Paterson Task Force PennReach **PHNX Development Partners Princeton Community Housing** Project Freedom Inc. Project Live, Inc. Puerto Rican Association for Human Development, Inc. R. B. Coe Ministries, Inc. Raritan Valley Habitat for Humanity, Inc. Rehabco Reformed Church of Highland Park Affordable Housing Corp. **Region Nine Housing Corporation Rejoyce A NJ Nonprofit Corporation Rescue Mission of Trenton** Saint Joseph's Carpenter Society Sierra House Summit Affordable Housing Corporation The Affordable Homes Group, Inc. The Community Builders, Inc. The Community Preservation Corporation The Heart Of Camden, Inc. The Metro Company, LLC The Waterfront Project, Inc. Town Clock Community Development Corporation **Triple C Housing Unified Vailsburg Services Organization United Community Corporation** Urban League of Essex County Visions and Pathways Volunteers of America-Greater New York Waterspirit Women Rising, Inc. York Street Project