



# Home Run Grant Program

## Objectives:

- 1- Reduce excess housing inventory
- 2- Provide construction jobs

## Concerns:

- 1- Borrowing future home sales
- 2- Targeting funds for maximum leverage & benefit

### Home Run – Mar-Jun 2009

- \$10M available from ARRA
- Housing Advisory Council recommends stimulus to reduce inventory & stabilize prices
- \$6k grant for newly constructed, previously uninhabited homes
- Income restricted- \$75k/individual or \$150k/married
- No previous ownership restriction
- **RESULTS**
  - 1,652 grants
  - Value of homes purchased - \$376.5M
  - Earnings generated - \$299M
  - Fiscal impact (state inc./local sales taxes) - \$28M
  - 64% first time homebuyers
  - # of jobs created or saved – unable to quantify
  - Out of interest rates, home price, and federal tax credit, HR grant 2<sup>nd</sup> only to interest rates as reason for buying

### Home Run 2 – Sept-Nov 2009

- \$8M available from ARRA
- Housing Advisory Council recommends second round specifically to incentivize new construction
- \$4k grant for existing homes or to-be-constructed homes
- Income restricted- \$75k/individual or \$150k/married
- No previous ownership restriction
- No maximum purchase price
- **RESULTS**
  - 1,993 grants
  - Value of homes purchased - \$454.4M
  - Earnings generated - \$360.9M
  - Fiscal impact (state inc./local sales taxes) - \$34M
  - Jobs created or saved – unable to quantify
  - Out of interest rates, home price, and federal tax credit, HR grant last as reason for buying