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The Legal Aid Society Lauds Assembly Housing Committee Passage of Legislation to Create the Public Housing Preservation Trust

This Critical Bill Would Generate New Funding Opportunities for NYCHA to Address Capital and Operational Needs

(NEW YORK, NY) - The Legal Aid Society issued the following statement in response to the New York State Assembly Housing Committee passing A7805A, legislation that would create the Public Housing Preservation Trust, providing the New York City Housing Authority (NYCHA) with additional funding opportunities to address a massive backlog of capital repairs and other operational needs:

“For decades, public housing residents have suffered through horrendous living conditions – including frequent utility outages, raw sewage floods, toxic mold and lead paint, and rodent infestations – stemming from government disinvestment. These dehumanizing conditions have long been unacceptable, and it is time to take real and meaningful steps to remedy NYCHA’s disrepair and prioritize its public preservation.

This is a unique opportunity for Albany lawmakers to create a public-benefit corporation, enabling NYCHA to access funds to address a $40 billion capital needs backlog, and to restore decent conditions for all local public housing residents.
We applaud the Assembly Housing Committee for passing this legislation. Albany must advance this bill immediately, centering the well-being and safety of our clients and the 600,000 New Yorkers who call NYCHA public housing home.”

**BACKGROUND:**
The Public Housing Preservation Trust would generate new revenue opportunities for NYCHA, with the potential to restore decent conditions for residents of public housing.

Under the legislation, leasehold interests for each development would be transferred to the Trust, with enriched funding that makes it possible to meet the unique financial needs of NYCHA developments where HUD’s Rental Assistance Demonstration (RAD) Program, or NYCHA’s current PACT conversion process is absent.

RAD enables NYCHA, and other public housing authorities, to convert the way they receive money from the federal government — moving from Section 9 (the current process which funds NYCHA-owned public housing properties) to Section 8 (a program that funds private landlords). Instead of privatizing ownership and management, the Trust would keep local public housing in the public domain and retain the NYCHA public workforce.

Developments restored through the Trust would remain affordable low-income housing, in public hands, under public funding, through a rich stream of federal Section 8 Tenant Protection Vouchers. These Section 8 vouchers are made available through the existing HUD Section 18 Disposition program (which provides that public housing agencies may demolish or dispose of public housing with HUD approval) for seriously deteriorated developments.

NYCHA estimates that a typical unit would receive $1,900 under the Section 8 Tenant Protection Vouchers compared to just $1,250 per month under RAD/PACT. By using the existing Section 18 program, NYCHA will not have to depend on Washington to come to the rescue with new federal legislation.

Moreover, the bill will provide an important “resident opt-in” provision that assures that tenants will be able to vote into conversion under the Preservation Trust, empowering residents with unprecedented leverage in determining whether and how conversion will proceed.

The legislation has garnered support from NYCHA, New York City Mayor Eric Adams and local residents of public housing.

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*The Legal Aid Society exists for one simple yet powerful reason: to ensure that New Yorkers are not denied their right to equal justice because of poverty. For 145 years, we have protected, defended, and advocated for those who have struggled in silence for far too long. Every day, in every borough, The Legal Aid Society changes the lives of our clients and helps improve our communities. www.legalaidnyc.org*