





Transitional Housing & Support

July 2025

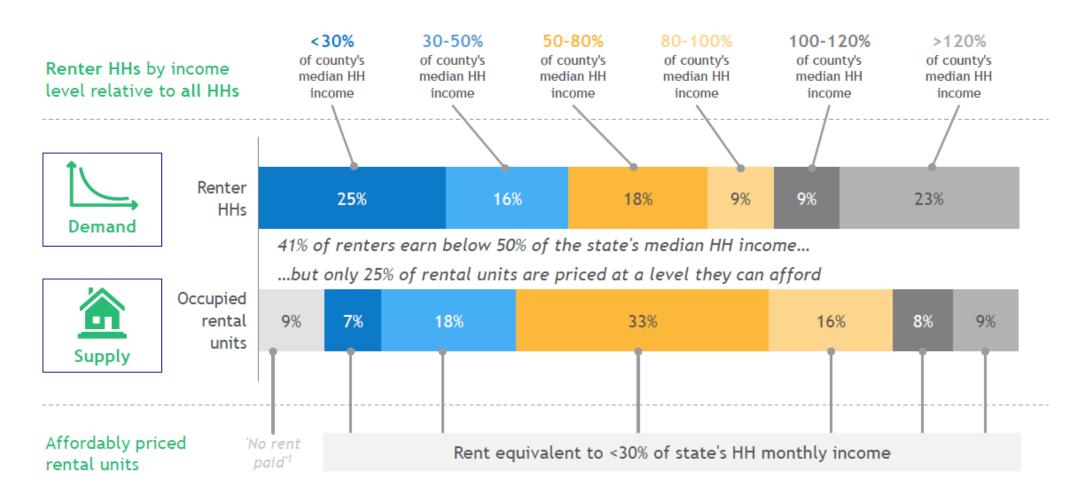
Sarita Nair, Cabinet Secretary

We know what works. We need to do more of it.





Mismatch Between Housing Supply and Demand



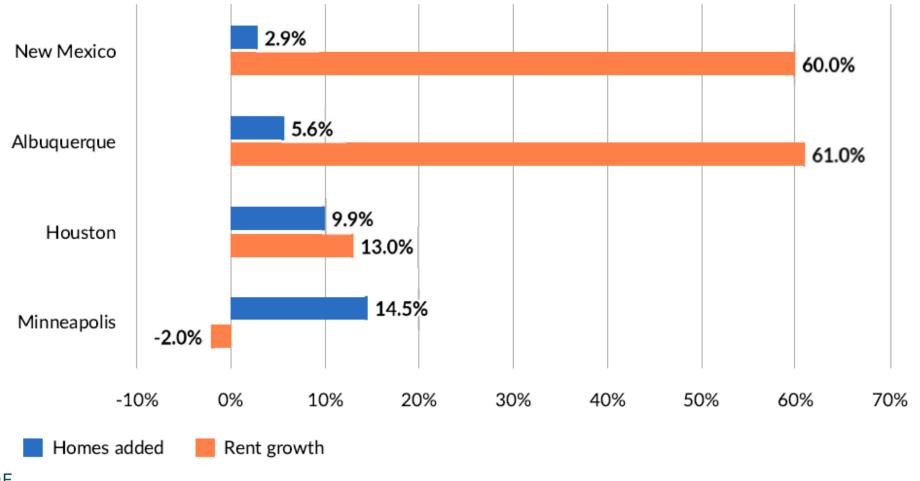
Source: American Community Survey (ACS 2023 5-Year Estimates), S2503

1. ~22,300 (9%) units in NM for which no rent is paid - typically provided by friends or relatives in exchange for services (e.g., tenant farmer, caretaker, etc.)



Building more housing works. We need to do more of it.

Percentage change in rents (2017-24) and housing units (2017-23)





What is Affordable Housing?

HUD: "Affordable housing" means housing on which the occupant is paying no more than 30 percent of gross income for housing costs, including utilities.

NMSA 6-27-3(A): "Affordable housing" means residential housing primarily for persons or households of low or moderate income.

Fixing the housing crisis is ultimately about filling the gaps so that the right housing options are available to meet the needs of each community.



Building more housing works. We need to do more of it.

More affordable housing for sale

More down payment and homebuyer assistance

More affordable rentals

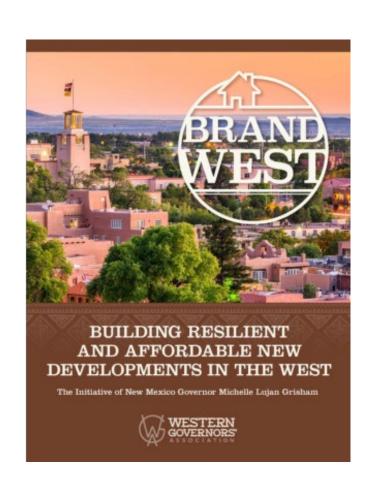
More "missing middle" housing

More LIHTC

More infrastructure funding

More pathways for local governments to expedite housing development





Prevention works. We need to do more of it.

More eviction prevention

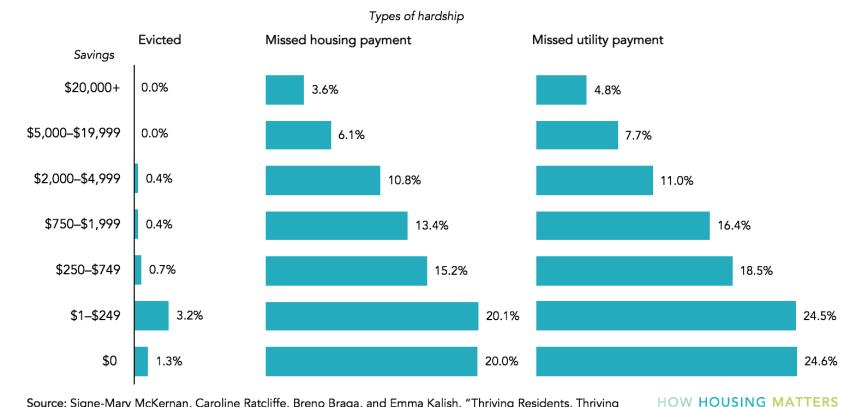
More rapid rehousing

More housing rehab

More preservation of affordable units

Savings Can Cushion Families after an Income Disruption

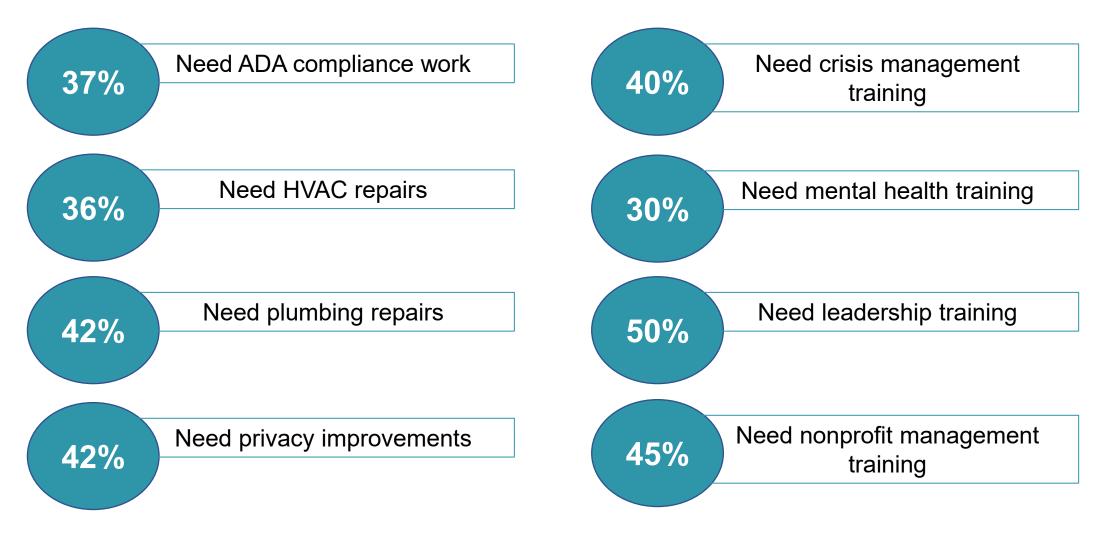
Share of families experiencing a hardship after an income disruption, by savings level



Source: Signe-Mary McKernan, Caroline Ratcliffe, Breno Braga, and Emma Kalish, "Thriving Residents, Thriving Cities: Family Financial Security Matters for Cities" (Washington, DC: Urban Institute, 2016). Notes: Values are in 2015 dollars. In all three charts, differences between \$1–\$249 in savings and \$250+ in savings are statistically significant at the 5 percent level. In the received public benefits chart, the difference between \$1–\$249 in savings and no savings is statistically significant at the 1 percent level.



Shelter works. We need to do more of it (and better).





Supportive housing works. We need to do more of it.

More housing vouchers

More dedicated voucher projects

More landlord risk mitigation

86%

Percentage of participants in the Supportive Housing Model who were successfully housed for several years.



Coordination works. We need to do more of it.

Interagency Council on Housing and Homelessness

- Aging & Long-Term Services
- Children, Youth & Families
- Corrections
- Economic Development
- Health
- Health Care Authority

- Indian Affairs
- Public Education
- Public Safety
- Transportation
- Veterans Services
- Workforce Solutions

Collecting and analyzing data on the State's housing investments and population with housing challenges

Gathering housing developers to discuss opportunities and challenges

Ensuring every investment in housing to be sold is connected to homebuyer resources, and every rental is connected to programming



Flexibility works. We need to do more of it.













Housing Funding at DWS

HB2 (2025) To support housing, affordable housing,	
transitional housing and the expansion of housing	
services providers that facilitate behavioral health services	
and substance abuse recovery, homelessness assistance	
and prevention for persons with behavioral health needs	\$ 110,000,000
HB2 (2025) For grants to local governments to support	
homeless encampment response	\$ 5,000,000
HB2 (2025) For Consulting and Strategic Planning to End	
Homelessness	\$ 2,000,000
HB2-GRO (2024) For Statewide Homeless Initiatives	\$ 16,140,000
Total	\$ 133,140,000



\$23,140,000 dedicated to homelessness Anticipating \$90 million for housing Anticipating a 70/30 split overall