

SFY 2026 Rural Professional Housing (RPH) Grant Program

Notice of Funding Availability Rating Criteria and Award Plan

July 9, 2025

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PROGRAM OVERVIEW

To help address critical housing needs and the shortage of vital professionals in rural Alaska, AHFC offers the Rural Professional Housing Grant Program. Funds are awarded competitively on annual basis for the rehabilitation, construction, or acquisition of housing in rural Alaska. Eligible entities include school districts, local governments, regional health corporations, housing authorities, and nonprofits.

Rural towns and villages across Alaska rely on attracting and retaining experienced teachers, public safety officials, health care workers, and more to help build strong and healthy communities. AHFC works with communities to help address housing shortages which can be a barrier to recruiting and retaining high quality professionals. Partnering with local organizations across the state to develop safe, affordable, sustainable, and quality housing, helps encourage needed professionals to locate to, and remain in small communities.

For 21 years, funding from the Alaska Housing Finance Corporation's Rural Professional Housing program has participated in 592 units with more than \$118 million in grants totaling over \$190 million in statewide economic impact.

FUNDING

The AHFC Rural Professional Housing Grant Program (RPH) is funded by the State of Alaska. The amount available under this program for SFY2026 is \$7,000,000.

Funding is available for the development of housing that will serve Teachers, Health Professionals, and/or Public Safety Personnel, as defined in paragraph 11 of the Application Threshold Requirements & Documentation section below.

To maintain geographic dispersion and maximize total housing units developed, **AHFC has limited RHP grant funding to a maximum of \$700,000 per application** for the SFY2026 cycle. Applications that do not demonstrate a financially feasible development will not be considered for RPH funding.

AHFC encourages all applicants to layer RPH grant funds with funding from other state or federal programs, collaborate with other community organizations to maximize contributions, and/or leverage long term debt to assist in the development.

During the underwriting process, AHFC will analyze potential Grantee debt capacity to determine the appropriate gap for RPH funding. The RPH subsidy may be different than the amount requested as AHFC may determine a smaller RPH funding level below the amount requested through the gap analysis. Through these analyses, AHFC, in its sole discretion, will determine the portion of total awarded funds available through 1) the RPH Grant Amount and 2) a RPH Permanent Financing Option; maximum RPH funding per applicant includes both 1 & 2.

Prior RPH Awardees

Applicants who received an award under a prior RPH NOFA must show that the housing developed under the previous award remains in service for the specific use of housing RPH eligible professionals. Previous awardees are only eligible for funding if prior RPH funded developments remain in compliance with RPH restrictive covenants. Previously funded RPH developments are available on the following webpage, under *2004-Present RPH Projects Summary*: https://www.ahfc.us/pros/homelessness/development-grants/rph

Applicants will be required to certify compliant use of prior RPH developments through completion of the application via the online tool.

Important Dates & Deadlines

All parties wishing to apply for funding under this NOFA must comply with the below stated deadlines. Other important dates are also listed below for your reference. Dates which are subject to change are followed by '(est)'. Registration and Application deadlines are set, submissions after below stated deadlines will not be accepted, unless AHFC determines that it is in the best interests of the Program, Corporation, or State.

Activity	Date/Deadline
NOFA Publication	July 9, 2025
Registration Due*	August 1, 2025 by 5:00 PM
Access Provided for Online Application Tool	August 5, 2025 (est.)
Mandatory Applicant Training**	September 3, 2025 (est.)
Application Due*	October 17, 2025 by 5:00 PM
Notice of Intent to Award	November 7, 2025 (est.)

^{*}indicates a hard deadline, late submission will not be accepted.

APPLICATION REVIEW AND EVALUATION PROCESS

All parties wishing to apply for funding under this NOFA must register their intent no later than the stated deadline by emailing the SFY2026 RPH Registration Form (available on the AHFC website) to the program manager, through the email address provided in the form. Registration submissions received after the deadline will not be invited to participate in the 2026 RPH application cycle. Registrations will be accepted through email to the Program Manager only, other submission types will not be accepted.

Following successful Registration, eligible entities will be required to submit a complete application through the online application tool no later than the stated deadline. Applications received after the deadline will not be evaluated for award; at the sole discretion of AHFC, incomplete or missing information may be submitted, at the request of AHFC, after the application deadline, however, any

^{**}unless otherwise approved by AHFC, applications will only be accepted from communities who attend the Mandatory Applicant Training event

Information provided after the deadline will not result in additional application points under the competitive scoring criteria. Application forms must be submitted through the online application tool, other submission types will not be accepted.

MANDATORY TRAINING

AHFC will host an all-day applicant training at our corporate headquarters, the Daniel R. Fauske Building located at 4300 Boniface Parkway in Anchorage. Unless otherwise approved by AHFC, all successful registrants are required to attend the training to be eligible to submit an application. The applicant training will review the application process, scoring criteria, and use of the online application tool. Registrants are invited to contact the RPH Program Manager to request specific agenda items or points of emphasis to be covered in the training. Additional training materials will be provided periodically through the summer and fall.

Training date(s) will be announced following the conclusion of the Registration Period; please refer to the table on page four for the tentative schedule. Attendance and participation in the training is mandatory, applicants who do not meet this requirement will not be eligible to submit an application for consideration. In the event of unresolvable scheduling conflicts, please contact the Program Manager as soon as possible to determine if, at the sole discretion of AHFC, an alternative option is available.

Threshold Requirements & Documentation - Registration

The below listed documentation must be submitted to AHFC to be eligible to submit a full application. Registration forms must be emailed to the Program Manager no later than the specified due date. All forms must be received via email to the program manager.

Registration submissions that are incomplete will not be invited to participate in the application round.

1. **Registration Form.** Prospective applicants must complete, in its entirety, the SFY2026 RPH Registration Form. The form is available on the AHFC website at https://www.ahfc.us/pros/homelessness/development-grants/RPH

Required Documentation: SFY2026 RPH Registration Form.

2. **"Small Community"**. Location of the proposed development must be within a "small community", defined as:

A community with a population of 6,500 or less that is not connected by road or rail to Anchorage or Fairbanks, or with a population of 1,600 or less that is connected by road or rail to Anchorage or Fairbanks and at least fifty (50) statue miles outside of Anchorage or twenty-five (25) statue miles outside of Fairbanks. In this definition, "a

connected road" does not include connection by the Alaska Marine Highway System or roads outside the boundary of the State of Alaska.

For a list of qualifying communities, please visit the following website: https://www.ahfc.us/application/files/9217/5261/1257/2025_Eligible_Communities.pdf

Required Documentation: 1 RPH Registration Form.

Threshold Requirements & Documentation - Application

To be considered for RPH funding, all project proposals must meet the following minimum requirements as verified through submission of the identified documentation. Only those approved to apply, through completion of the registration process, will be provided login credentials to complete a full application through the online tool. Applicants may be required to submit additional documentation as deemed necessary by AHFC.

1. **Resolution Approving SFY2026 RPH Request.** A resolution of the applicant's governing body authorizing the request for grant funds under this NOFA. If the applicant is a municipality, the resolution must be signed by the municipal official with authority to apply for the grant. The resolution must identify the individual who is authorized to provide application information on behalf of the applicant's governing body.

Required Documentation: Resolution from the applicant's governing body authorizing the request of SFY2026 RPH funds and naming the authorized individual.

- 2. **Waiver of Sovereign Immunity.** Before grant awards are executed, eligible tribal governments that qualify for sovereign immunity must sign a Resolution for Waiver of Sovereign Immunity (WOSI). This WOSI must be reviewed and approved by AHFC's legal team prior to executing any RPH award.
- 3. **Site Control.** Applicant must have binding site control and provide evidence which includes the legal description for the land. Leases or other arrangements where sponsor does not hold title to the land must ensure the site control does not contain reversion terms and/or no encumbrance language.

The site control may be conditional upon the award of AHFC grant funding; however, this condition may not terminate the site control agreement until at least 90 days after the estimated date of Notice of Intent to Award issuance. If the proposal submitted involves multiple project sites, the applicant must provide site control evidence for each piece of property that will be developed or rehabilitated.

Proposed development sites must not be the subject of a lien.

Examples of acceptable forms of site control are:

- a. Current deed (warranty deed, quitclaim deed, etc...);
- b. Executed purchase and sale agreement;
- c. Lease agreement with a term not less than 15 years or the duration of the mortgage

- term, whichever is greater;
- d. Option to purchase with a lease term not less than 15 years or the duration of the mortgage term, whichever is greater;
- e. Other similar legally binding document meeting the site control requirements of the above paragraph.

Site control documents may not include reverter clauses or "reversions" that cloud title or otherwise impede AHFC's ability to enforce the use restrictions that will be recorded for each of the funded properties. The site control documents must allow the sponsor to sublet or lease property/unit(s) to public service professionals, and allow for an AHFC Deed of Trust and Note.

Required Documentation: Evidence of acceptable site control.

4. Environmental Review.

Projects that receive federal funds will need to comply with the National Environmental Protection Act regulations - https://www.epa.gov/nepa

Required Documentation:

- 1. Proximity to coastline and riverine system(s); provide a coastal/riverine map showing locations relative to the proposed development site. Map(s) must include the distance to each feature; coasts, rivers or other potential floodplains.
- 2. Susceptibility to natural disasters such as flood, wind events, fire, etc. based on history or current status; if susceptible, documentation must describe design features included to ensure longevity of the development and to protect occupants and systems from harm.
- 3 Evidence of acceptable zoning or a statement of no zoning from the local governmental body.
- 4. A letter from the Alaska State Historic Preservation Office (SHPO) indicating that no historic or cultural areas will be impacted. If this letter is unavailable at the time of application, the letter will be required prior to the execution of any RPH award.
- 5. Photographs of the proposed site(s).

5. Capital Development Data.

Required Documentation:

a. Development cost estimate supported by a credible third-party bid(s) and/or estimate(s).

Acceptable forms of evidence may be contractor bids, architect estimates, and construction cost estimates. Construction cost estimates should be provided by a general contractor with experience in the area. If the project involves the development of multiple structures, Total Development Cost (TDC) per structure must be reported in addition to overall project TDC.

6. Operational Expense and Revenue Data.

a. Third-party support for the project's anticipated rent revenue.

Acceptable forms of evidence may be current rent for similar buildings, or estimated rents *if* reasonable comparable units do not exist in the proposed community.

- b. Third-party support for the project's anticipated operating expenses.
- **7. Partner Organization Commitment.** If the application involves more than one entity, in cases of mixed type housing or when the applicant does not directly employ the intended occupant professional(s), the application must include resolutions or letters of support from each participating entity, signed by the president, executive officer, mayor, etc.

Applications that request points for unrestricted use under item 3.a. of the Ranking Criteria (see page 14) must provide partner organization commitment for all eligible professional groups; teachers, health professionals, public safety personnel, or other essential professionals.

Required Documentation: Letters of commitment from partner organizations.

8. Development Timeline. Completion of the project will be within 3 years of the award date and the start date is within 1 year of the award.

Recommended Format: DevSch(RPH_Ver.4) – The Development Timeline form is a pre-execution requirement if funding is awarded.

Required Documentation: Project development schedule showing, at minimum, estimated completion points including, but not limited to, the following:

- 1. Contractor selection
- 2. Material order
- 3. Construction starts
- 4. Completion of construction, including inspections per the PUR-102
- 5. Tenant occupancy
- **9. Currently owned residential properties.** Applicants must provide a complete list of their currently owned residential properties within the proposed development community, including those owned by partner organization.

Required Documentation: List of currently owned residential properties including:

- 1. Current occupancy status.
- 2. Current monthly rent amount.
- 3. Monthly operating expenses (including heating, electricity, maintenance, insurance,

etc.).

- 4. Current maintenance structure (in-house, occupant only, contract, none, etc.).
- **10. Matching Funds.** A match of at least 15% of the Total Development Cost (TDC) is required. Eligible match funds include cash, in-kind donations, grants, debt, and other cash equivalents. Applicants must provide a short narrative describing sources of all non-RPH funds.

Recommended Format: Sources (RPH_Ver.4) – The Sources form can be used to indicate which matching funding sources may be available for the project.

Required Documentation: Narrative stating the type and value of matching funds. Documentation verifying commitment to contribute at least 15% of the TDC of the project is required. Land owned by the applicant or a partner agency at the time of application may be applied to the required match only where an appraisal or Broker's opinion of value is provided.

Matching funds must represent Total Development Costs less the requested RPH award.

- **11. Development Occupancy.** The housing must be for use by eligible professional groups. These include teachers, health or public safety personnel, as defined below:
 - Teacher Housing: Housing for teachers, other educators and (or other) staff employed by the public school district, public vocational education institution and public university in which the housing unit is physically located.
 - O Health Professional Housing: Housing for any person who is licensed or board certified by the State of Alaska in a health profession; holds a state certification in a health occupation; or is an administrator or a hospital or clinic, or employed as an aide, attendant, assistant, counselor or technician in a health field. To qualify, individuals must be acting in the qualified capacity for the duration of occupancy.
 - Public Safety Housing: Housing for public safety personnel not limited to law enforcement, employed by the State of Alaska or an instrumentality thereof, including Village Public Safety Officers (VPSOs), the federal government, or municipal/tribal government.

Required Documentation: Statement of intended occupancy. Statement must include narrative describing the status of the intended occupant(s); current resident of substandard housing, current resident without permanent housing, not currently identified (hoping to attract professionals with housing), on contract pending housing availability, etc

12.Code Compliance. The housing units developed must satisfy the applicable Building Energy Efficiency Standard (BEES) compliance requirements and AHFC adopted residential construction code per the current AHFC Minimum Construction Inspection Guidelines, available here:

https://www.ahfc.us/pros/builders/alaska-minimum-construction-standards/

Required Documentation: Single-line drawings that include general layout, also known as preliminary drawings. Preliminary drawings should, at a minimum, provide estimated/anticipated floor areas and unit layout(s).

13. Relocation Assistance. Applicants must provide relocation assistance to residents who will be relocated by development activities.

Required Documentation: For proposed projects involving currently occupied structures or land, applicants must provide a statement that no persons will be displaced or must provide a *Displacement and Relocation Assistance Plan* outlining what steps will be taken to mitigate effects to existing tenants (residential and/or commercial) and/or the type of relocation assistance to be provided. Relocation assistance is an eligible RPH cost as determined appropriate at AHFC's sole discretion. Documentation must clearly identify the number of displaced individuals and the total cost of relocation assistance.

- **14.Application Form and Workbook.** Applicants must complete the application form and application workbook. Applicants will provide data required to meet application requirements through completion of the form and workbook. All information provided in the form and workbook must be accompanied by supporting documentation, as described in the requirements preceding this item. Penalty points may be assigned where responses are not supported by the provided documentation; see the Penalty Points section located on page 15 of this NOFA for additional information.
- **15. Development Team Experience.** Development team must possess the required minimum experience threshold and be in good standing. Required minimum experience:

Recommended Format: DevTeam(RPH_Ver. 4)– The Development Team form and resumes of key team members.

- A minimum of 3 years or 3 separate projects in property/housing development; and
- o A minimum of 2 years or 2 separate projects in grant management; and
- o A minimum of 1 year in property management.

Required Documentation: Resumes of Development Team Members whose experience meets minimum requirements; may be one or multiple individuals. Resumes must clearly establish compliance with minimum experience requirements. Resumes must include contact information for the individual and sufficient information to confirm their content.

16. Evidence of Legal Organizational Status.

Required Documentation: Evidence of Legal Organizational Status, such as a non-profit designation letter from the Internal Revenue Service (non-profits, school districts, and municipalities) or Certification of Incorporation issued by the Department of Commerce.

17.Recent Financial Statements. Applicants must be deemed to be in good financial standing, as determined by AHFC, to be eligible to apply for RPH funds. Applicants with financial findings are encouraged to include a description of the finding and current procedures in place to rectify or avoid future instances. Approval by AHFC to participate in the RPH application phase should not be interpreted as a determination by the corporation that the entity is in good financial standing.

Required Documentation: Most recent Financial Statements such as a Balance Sheet and Cash Flow Statement

APPLICATION RATING AND RANKING CRITERIA

The following criteria and associated points will be utilized to rate and rank applications received for RPH funds:

Competitive Scoring Categories		Max Points	
Leveraging Considerations		60	
	Concurrent Projects	20	
	Shovel Ready	20	
	Cost Per Unit	20	
Need Analysis		70	
	Professional Shortage	60	
	First Time Community	10	
Occupancy Design		10	
	Occupancy Restrictions	10	
Project Design		30	
	Energy Efficiency & Renewable Energy	30	
Maximum Score		170	

Application rating and ranking criteria displayed on the prior page are described in the remaining sections of this NOFA. Each criteria will require a response and/or supporting documentation to result in the attainment of points; points will not be awarded where the provided response(s) and/or documentation are determined to be non-responsive; see Penalty Points for non-responsive definition. Application responses and supporting documentation must be submitted through use of the online application tool, other submissions will not be accepted.

1. Leveraging Considerations (4 pages maximum) – New Construction & Rehabilitation – 60 Points Maximum

Provide a narrative that describes the leveraging considerations for your project. A committee review will assess the narrative and determine a score. The narrative should contain an overall summary of how the project leverages resources and considers infrastructure to develop cost effective projects that help meet the professional housing needs in your community. The narrative must include a description of efficiencies gained from concurrent projects, a description of matching funding and a discussion of the cost per unit that the project is expected to achieve.

a. Concurrent Projects - 20 Points Maximum

Communities that have planned (with secured financing), simultaneous (on-going), or recently completed construction projects that will provide an identifiable cost savings to the proposed development may be awarded up to 20 points. Planned and recently completed projects must fall within a 24-month period prior to/following the date of the submitted application to be considered. To achieve points under this category, applicants must clearly identify the nature of the cost savings and the actual or estimated value of the cost savings.

b. Project Readiness - 20 Points Maximum

Applicants may receive up to 20 points based on the current status of their development and their demonstrated ability to begin construction within 6 to 12 months of the award. Applicants will be evaluated based on 'shovel readiness' and how soon the project can begin construction. At a minimum, address the following indicators in the narrative:

- 1. Final construction plans
- 2. Site readiness (site control secured, utilities on-site, site preparation status, etc...)
- 3. Contractor and materials procurement status
- 4. All major funding sources secured and committed

Include specific dates, documentation or milestones already achieved.

c. Cost Per Unit - 20 Points Maximum

Describe the total development cost of the project and how it compares to other residential construction projects in your community and region. Determine the cost per unit and identify how the project is regionally competitive in terms of construction/rehabilitation costs. Describe any challenges and opportunities that may affect the cost of building this project in your region and include any strategies that will be used to reduce the cost per unit. Include calculations and any reference materials used to determine amounts.

2. Need Analysis - 70 Points Maximum

a. Professional Shortage (4 pages maximum) - 60 Points Maximum

Provide a narrative outlining the professional shortages in your community. Describe the unmet need of professionals available to fill critical teacher, health professional and public safety positions. Include information regarding unfilled or vacant positions, the strategies you use to attract professionals to fill those positions and how housing availability affects recruitment and retention of professionals in these fields.

A committee review will assess the narrative submitted and determine a score for this portion of the application. The professional shortage narrative should include both qualitative and quantitative information regarding professional vacancies, available housing units, community housing demand and community support for increasing the supply of housing.

b. First Time Community - 10 Points

Communities not previously funded through RPH will be awarded 10 points. Previously funded communities can be found at:

https://www.ahfc.us/pros/homelessness/development-grants/RPH.

3. Occupancy Design - New Construction & Rehabilitation - 20 Points Maximum

a. Occupancy Restrictions - 10 Points Maximum

Applications that propose to develop housing available to serve more than one eligible professional group, as defined in this NOFA and the 2026 RPH Policy and Procedure manual, will be awarded points per the below schedule.

To qualify for points under this category, applicants must provide letters of commitment and/or support from local entities who employ Teachers, Health Professionals, and/or Public Safety Professionals, based on the intended occupant group(s). Individual units within a multiunit building may be restricted to an identified eligible professional group, however, at least one unit in the proposed development must be available for a person satisfying any of the eligible "Professional" designations.

Number of Eligible Professional Groups	Points
Occupancy for <i>ONE</i> Professional Group	0
Occupancy for TWO Professional Groups	5
Occupancy for ALL THREE Professional Groups	10

4. Project Design (4 pages maximum) - New Construction and Rehabilitation - 30 Points Maximum

Provide a narrative describing how this project design will meet energy efficiency requirements. All new construction projects are required to achieve a minimum of a Five Star BEES rating. Determine what BEES level your project will achieve, Five Star, Five Star Plus, or Six Star. Explain how your energy efficiency level was determined and what factors were taken into consideration for that decision. Address renewable energy options that were considered for this project and explain how you chose to include or not include them. Explain the impacts on development costs and the expected operating cost savings.

A review committee will consider the narrative and will assess the total development costs and operating expenses submitted in the workbook to determine if the project will be able to achieve the proposed energy rating. Points will be awarded for committing to develop a cost effective project that achieves a high level of energy efficiency and includes a renewable energy system. Applicants who can provide documentation for why the inclusion of renewable energy was not cost effective will receive points for not including it in their final design.

Combination New Construction & Rehabilitation Developments

Where the proposed development includes both new construction and rehabilitation, points will be awarded on a pro-rata basis by number of units for each of the preceding ranking criteria. See Appendix I for examples.

Penalty Points

AHFC reserves the right to assign penalty points resulting from deficiencies in the submitted application. AHFC retains the right to reject applications that are deemed, at AHFC's sole discretion, to have errors or omissions that result in an inability to determine feasibility of the proposed development.

- 1. Applicant is deemed 'non-responsive'; meaning that a response provided for a threshold requirement or scoring mechanism, including required support documentation, is incomplete, contradictory to other information provided in the application, missing, or does not address the stated requirement.
- 2. Conflicts of interest exist between members of the applicant's development team and employees or board members of AHFC, or where AHFC is aware of a substantive failure to perform under a previously executed agreement with the corporation.
- 3. Elements of the application are not in line with the mission and goals of the Program, Corporation, and/or State.

CEO Considerations

AHFC's Chief Executive Officer (CEO) may apply considerations outside of stated threshold requirements and ranking criteria as deemed appropriate to meet Program, Corporation, or State of Alaska Priorities, funding limitations, and/or equitable and responsible dispersion of RPH Grant Funds. The CEO may apply the below non-exhaustive list of considerations to determine final funding awards:

- 1. Geographic dispersion of RPH funded developments;
- 2. Maximization of the number of funded, financially feasible projects;
- 3. Alignment of other development activities within the proposed community which provide otherwise unavailable cost savings.

AHFC's CEO reserves the right to reject or postpone awards if, in their sole opinion, it is not in the best interest of the Program, Corporation, or State.

Tie Breaks

In the event of a tie, the tie will be broken in favor of the project whose community has gone the longest without a RPH funded development. If this does not resolve the tie, the proposed development with the lowest percentile cost per unit will prevail; cost per unit percentile will be calculated based on previous RPH development costs, evaluated by Department of Consumer and Regulatory Affairs (DCRA) defined regions. AHFC's CEO reserves the right to break a tie based on

AHFC reserves the right to deny RPH funds to any applicant, regardless of that applicant's point ranking if, in AHFC's sole determination, the applicant's proposed project is not financially feasible, viable, or development costs are excessively under/overestimated. Additionally, RPH funds may be awarded out of the ranking order established by the points earned. In such cases, this recommendation shall be based on the amount of RPH funds requested, relative to the amount of funding available, as well as other selection criteria identified within the rating criteria plan and the CEO considerations detailed above.