Past the Tipping Point?

Emerging Signs of Community Vulnerability in Sunset Park



NOVEMBER 2014

On the Map Community Profile No. 1

The Growing Gap: New York City's Housing Affordability Crisis, a 2014 report released by the New York City Office of the Comptroller, confirms what has long been known to New Yorkers: the city is becoming increasingly unaffordable. Rents have increased citywide—dramatically in many neighborhoods—while wages have not kept pace. The soaring cost of living is no longer limited to expensive or gentrifying neighborhoods. As affordable housing becomes ever more scarce and economic pres-

sure increases, working class communities that have historically had few families entering shelter are beginning to show signs of vulnerability such as growing poverty, declining educational attainment, and rental overcrowding. One such neighborhood is Sunset Park, Brooklyn (see Table 1 and Figure 1). This report from the Institute for Children, Poverty, and Homelessness examines demographics associated with the risk of family homelessness and neighborhood changes that are indicators of destabilization.¹

Figure 1
LOCATION OF SUNSET PARK IN NEW YORK CITY





Source: New York City Department of City Planning, Selected Facilities and Program Sites: October 2013.

Table 1

Community Demographics, 2012				
Indicator	Sunset Park	Brooklyn	New York City	
Total population	151,902	2,565,635	8,336,697	
Number of households	45,438	919,333	3,085,814	
Median income	\$41,420	\$45,230	\$50,895	
Median family income	\$31,580	\$42,401	\$47,536	
Poverty rate	32%	24%	21%	
Unemployment rate	11%	11%	11%	
Number of affordable units	9,280	230,915	719,354	
Affordable units to all units	29%	37%	35%	

Note: Affordable units are defined as those renting for less than \$1,000 per month. Source: U.S. Census Bureau, 2012 American Community Survey 1-year Estimate. Data are in 2012 dollars.

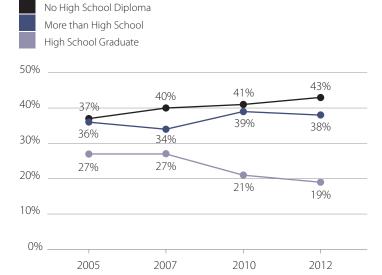
Changing Demographics in a Changing Neighborhood

In recent years, Sunset Park, while not changing at the same rate as gentrifying neighborhoods like Bushwick and Williamsburg, has seen subtle population shifts. From 2000 to 2012, the number of households earning over \$100,000 rose from 6,490 to 8,006—an increase of 23%. Despite this change, the neighborhood remained solidly working class. In 2012, 73% of the population worked in non-managerial positions and only 18% of households earned more than \$100,000. Two-thirds of Sunset Park residents had completed only high school or less. Although the proportion of residents completing more than high school remained relatively stable between 2005 and 2012, the neighborhood

page 2 Past the Tipping Point?

experienced an overall trend of declining educational attainment. The population with a high school diploma fell from 27% to 19% while those completing less than high school rose from 37% to 43% (see Figure 2).²

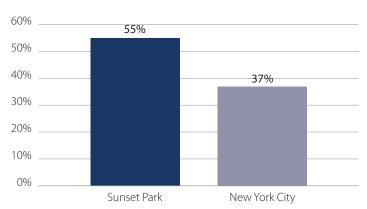
Figure 2
EDUCATION RATES IN SUNSET PARK (2005–12)



Source: U.S. Census Bureau, American Community Survey 1-year Estimate, 2005 – 2012.

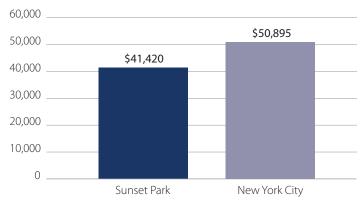
Over half (55%) of households earned incomes below 200% of the federal poverty level, or \$36,996 for a family of three, compared with 37% of all New York City households (see Figure 3). In 2012 the median household income was \$41,420—nearly \$10,000 (or 19%) less than the figure for the city overall (see Figure 4).

Figure 3
FAMILIES EARNING BELOW 200% OF FEDERAL POVERTY LEVEL (2012)



Note: The Federal Poverty Level (Threshold) for a family of three was \$18,498 in 2012. Source: U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.

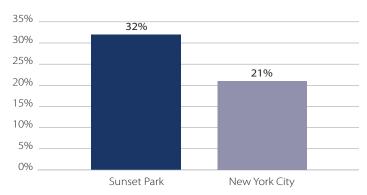
Figure 4
MEDIAN HOUSEHOLD INCOME (2012)



Source: U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.

Families with children made significantly less, earning just \$31,580 annually, and nearly one in three (32%) lived below the poverty line (\$18,498 for a family of three), a much higher rate than the city overall (21%) (see Figure 5).³

Figure 5
PERCENT OF HOUSEHOLDS LIVING IN POVERTY (2012)



Source: U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.

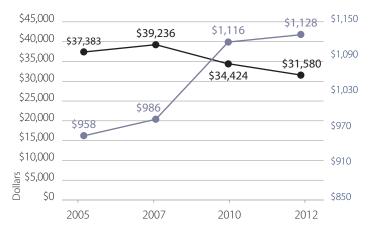
Over the last 12 years, Sunset Park's median rent has kept pace with the city's rate of increase (31%), but wage growth has remained relatively stagnant and median income for families with children declined by close to \$6,000 (or 16%) from 2005 to 2012 (see Figure 6).⁴

Past the Tipping Point? page 3

Figure 6
FAMILY INCOME AND RENT (2005–12)

Median income for families with children

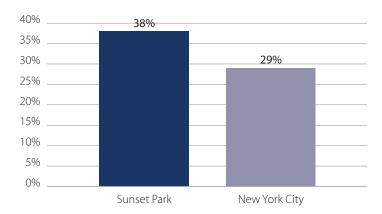
Median monthly rent



Source: U.S. Census Bureau, American Community Survey 1-year Estimate, 2005 - 2012

This pattern has lead to an increase in rent burden, or those paying more than 30% of their income to maintain their housing, and in 2012 *Sunset Park was the fourth most rent-burdened community in New York City* (when compared to all other 59 city community districts). Nearly 38% of households were severely rent burdened and paid more than half of their income on housing (see Figure 7).⁵

Figure 7
PERCENT OF THE POPULATION PAYING MORE THAN 50% OF THEIR INCOME IN RENT (2012)



Source: U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.

Potentially furthering the economic strain faced by residents in the neighborhood, more than 600 units of project-based Section 8 affordable housing are in danger of being lost by 2016 as they become eligible to transition to market value. If this happens, it would be the equivalent of a 7% decrease in affordable housing units in Sunset Park.⁶

Past the Tipping Point?

New York City is now grappling with a family homelessness crisis. The number of families living in shelter has risen from over 7,000 in March 2008 to over 12,000 in November 2014. Amidst these growing numbers, few Sunset Park families to date have turned to the shelter system for assistance. The neighborhood is home to only one small six-unit family shelter and, of the almost 12,000 families who entered shelter in Fiscal Year 2014, only 47 were from Sunset Park.⁷

What these numbers do not reveal, however, is the number of families in the neighborhood who have become homeless and are living doubled up in someone else's apartment due to economic hardship. While little information exists about this group of homeless families, one indicator that sheds light on neighborhood trends for those living doubled up is the rate of overcrowded rental units. These numbers paint a very different picture of Sunset Park than shelter entry data suggest. With 23% of all rental units in Sunset Park overcrowded in 2012, Sunset Park was the most overcrowded neighborhood of the city's 59 community districts.⁸

This data, combined with increases in the number of homeless schoolchildren in the surrounding area—which includes not only those in shelter but students living doubled up—suggests growing housing instability in the area. In just six years, the number of homeless students in school districts 15 and 20 combined, which serve Sunset Park and the nearby neighborhoods of Carroll Gardens, Park Slope, Bay Ridge, and Borough Park (see Figure 8), more than doubled, from 1,689 to 3,765, an increase of 122% from SY 2007–08 to SY 2012–13 (see Table 2). While not exclusive to Sunset Park, this growth in student homelessness is twice that of New York City as a whole,

Table 2

Number and Percent Change of Homeless Students in Sunset Park School Districts (SY 2007–08 through SY 2012–13)					
School District (SD)	SY 2007-08	SY 2012-13	% Change		
SD 15	880	1,450	65%		
SD 20	818	2,315	183%		
SD 15 and 20	1,698	3,765	122%		

Source: New York State Technical and Education Assistance Center for Homeless Students (NYS-TEACHS), Info by Topic: Data and Statistics on Homelessness, School Years 2009–10 and 2012–13.

page 4 Past the Tipping Point?

which was close to 60% for the same period. These data suggest not only increasing housing instability, but also growing vulnerability among Sunset Park's children.⁹

Rising rents without corresponding wage increases, high poverty, declines in high school graduation rates, and increases in rent burden are a possible recipe for destabilization even in a neighborhood that has historically had few families entering shelter. Whether or when Sunset Park will cross its tipping point is unclear, but the warning signs are present. For Sunset Park and other neighborhoods across New York City, the identification of factors that lead to community vulnerability and destabilization can be used to inform city policies. If these warning signs are ignored, once stable neighborhoods could become the next feeders of New York City's family shelter system.

For more information, see *On the Map: The Atlas of Family Homelessness in New York City* at www.ICPHusa.org and join the conversation at #OnTheMap or @ICPH_homeless.

Endnotes

- Office of the New York City Comptroller, The Growing Gap: New York City's Housing Affordability Challenge, April 2014.
- ² "From 2000 to 2012, the number of households earning over \$100,000 rose from 6,490 to 8,006": Office of the New York City Comptroller, *The Growing Gap: New York City's Housing Affordability Challenge*, April 2014. | "In 2012, 73% of the population worked in non-managerial positions": U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.
- ³ "Lived below the poverty line (\$18,498 for a family of three)": U.S. Census Bureau, *Poverty Thresholds*, 2012.
- ⁴ "Over the last 12 years, Sunset Park's median rent has kept pace with the city's rate of increase (31%)": Office of the New York City Comptroller, *The Growing Gap: New York City's Housing Affordability Challenge*, April 2014.
- 5 "In 2012 Sunset Park was the fourth most rent-burdened community": Citizen's Committee for Children of New York, Keeping Track Online: 2012. | "Nearly 38% of households were severely rent burdened": U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.
- 6 "More than 600 units of project-based Section 8 affordable housing are in danger of being lost by 2016": In Sunset Park, Demise of Affordable Units Feared, Brooklyn Bureau, http://www.bkbureau.org/2014/02/27/in-sunset-park-demise-of-affordable-units-feared/, (accessed June 10, 2014) and "Affordable Housing In New York, Search by Zip Code," Affordable Housing Online, http://affordablehousingonline.com, accessed September 23, 2014. | "It would be the equivalent of a 7% decrease in affordable housing units in Sunset Park": U.S. Census Bureau, 2012 American Community Survey 1-year Estimate. Calculation based on the number of units in Sunset Park renting for less than \$1,000 per month in 2012.
- ⁷ "The number of families living in shelter has risen from over 7,000 in March 2008 to over 12,000 in November 2014"; New York City Department of Homeless Services, Stats and Reports, DHS Daily Report, March 2008 and November 2014.

Figure 8 SCHOOL DISTRICT BOUNDARIES IN SUNSET PARK

Sunset Park

Family Homeless Shelter

NYC School District Boundaries



Source: New York City Department of City Planning, Selected Facilities and Program Sites: October 2013; New York City Department of City Planning, Administrative and Political Boundaries: NYC School Districts,

- "Of the almost 12,000 families that entered shelter in Fiscal Year 2014, only 47 were from Sunset Park": New York City Department of Homeless Services, FY14.
- 8 "With 23% of all rental units in Sunset Park overcrowded in 2012"; Citizen's Committee for Children of New York, Keeping Track Online: 2012; U.S. Census Bureau, 2012 American Community Survey 1-year Estimate.
- 9 "This growth in student homelessness is twice that of New York City as a whole, which was close to 60% for the same period": New York State Technical and Education Assistance Center for Homeless Students (NYS-TEACHS), Info by Topic: Data and Statistics on Homelessness, School Years 2007–08 and 2012–13.

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The Institute for Children, Poverty, and Homelessness (ICPH) is an independent nonprofit research organization based in New York City. ICPH studies the impact of poverty on family and child wellbeing and generates research that will enhance public policies and programs affecting poor or homeless children and their families. Specifically, ICPH examines the condition of extreme poverty in the United States and its effect on educational attainment, housing, employment, child welfare, domestic violence, and family wellness. Please visit our website for more information: www.ICPHusa.org.