

Legislation Text

File #: 22-1609, Version: 1

City Initiatives Roadmap - Emergency Housing System Expansion: Actions Related to the Homekey Program Round 2 Funds from the California Department of Housing and Community Development for Interim Housing Located at Branham Lane and Monterey Road.

(a) Adopt a resolution:

(1) Accepting an award of \$51,552,800 in Homekey Program Round 2 funds from the California Department of Housing and Community Development in order to address the housing needs of individuals and families experiencing homelessness or at risk of experiencing homelessness through the construction and operations at an interim housing community on City-owned property located Branham Lane and Monterey Road;

(2) Authorizing the City Manager to negotiate and execute a California Department of Housing and Community Development Standard Agreement and all other necessary related documents to accept \$51,552,800 in construction funding and operating subsidy;

(3) Authorizing the transfer of the City-owned Branham and Monterey property, totaling approximately 2.39 acres of land, to the Housing Department to meet the City's affordable housing needs;

(4) Authorizing the Director of Housing to enter into a ground lease of the City-owned property located at Branham and Monterey Road with LifeMoves for an initial term of up to seven years with an option to extend up to 15 years for the purposes of construction of and operating the interim housing community; and

(5) Approving a commitment of \$51,552,800 in Homekey Program Round 2 funds and \$37,000,000 in Measure E funds, subject to the appropriation of funds, totaling \$88,552,800 for the construction and operations of the Project and authorize the Director of Housing to negotiate and execute grant documents and any related documents or amendments with LifeMoves.

(b) Adopt the following Appropriation Ordinance and Funding Sources Resolution amendments in the Multi-Source Housing Fund:

(1) Increase the Estimate for Revenue from the State of California by \$40,700,000; and

(2) Increase the Project Homekey 2.0 appropriation to the Housing Department by \$40,700,000.

(c) Adopt the following Appropriation Ordinance amendments in the General Fund:

(1) Decrease the Measure E - 40% Extremely Low-Income Households Reserve by \$10,000,000; and

(2) Increase the Measure E - Project Homekey 2.0 (40% ELI) appropriation to the Housing Department by \$10,000,000.

(d) Approve the Branham and Monterey Interim Housing Community as a "Committed Addition" to the 2023-2024 Base Budget, certifying that all operating and maintenance costs associated with the Project will be included in future Five-Year General Fund Forecasts, beginning with the 2024-2028 Forecast.

CEQA: Statutorily Exempt, File No. ER21 261, CEQA Guidelines Section 15268, Ministerial Projects.

(Housing/Economic Development and Cultural Affairs/City Manager)