RHNA Process Overview



City Council Study Session July 15, 2019



SUPPLEMENTAL COMMUNICATION

Meeting Date: 7-15-2019

Agenda Hem No.: 3 (19-630)

City Council Direction

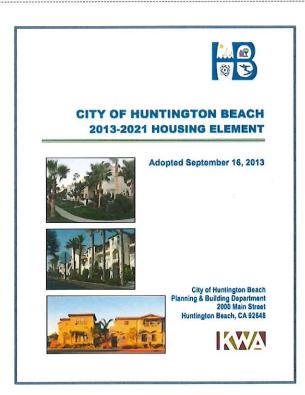
May 20, 2019 City Council directed staff to hold a study session covering the following topics:

- Identification of RHNA unit eligibility
- Review of pending legislation that could change RHNA to a production requirement
- Discussion of impact of City falling short of 5th cycle RHNA
- Overview of 6th cycle RHNA methodology
- Current status of the SCAG RHNA subcommittee
- Options to expand City engagement in RHNA planning process



Regional Housing Needs (RHNA)

- RHNA = Regional Housing Needs Allocation
- Part of California
 Housing Element law
- Requires cities to zone for "fair share" of region's housing needs



What is an eligible RHNA unit?

- Housing unit as defined by the Department of Finance and the US Census
- Must be intended for occupancy as separate living quarters
- House, condo, apartment, mobile home, a group of rooms or a single room if intended for occupancy as separate living quarters (such as an SRO), accessory dwelling units, some types of student housing

- What doesn't count as a unit?
 - Existing units (limited exceptions)
 - o Dorms
 - Barracks
 - Group homes
 - Shelters
 - Institutional housing

Planning Target or Production Target?

Currently RHNA is a planning target, not a

building quota...

o SB 35 - Streamlining

o SB 166 - "No net loss"



5th Cycle Noncompliance

	NET Very Low/Low	Very Low/Low Site	Very Low/Low
	Income RHNA	Capacity (Credit	RHNA
	Target	Toward RHNA)	Surplus?
Housing Element Adoption October 2013	533 units	783 units	YES

May 2015 – BECSP Amendments Adopted; Reduction in Residential MAND (i.e. – site capacity)

July 2019	436 units	26 units	NO

- Housing Element decertified by HCD in 2015
- Ineligible for state funding
- SB 35 Streamlining
- AB 72 Accountability and Enforcement
- AB 101 Sanctions: monetary penalties, withhold funds

6th Cycle RHNA Overview

- 6th cycle: 2021 2029
- State HCD (Housing and Community Development)
 - Provides a regional allocation (i.e. RHNA number) to the Council of Governments (COG) for the region
- SCAG (Southern California Association of Governments)
 - SCAG is COG for Orange County
 - Distributes regional RHNA number to 197 jurisdictions
- City of HB
 - Must show capacity to achieve RHNA by Oct. 2021

New 6th Cycle RHNA methodology

Issue	New Requirements	
Objectives	Affirmatively furthering fair housing	
Local Input	Input from local jurisdictions require supporting documentation	
Required Factors	Overcrowding Jobs-housing fit Cost burden Fair housing Min. vacancy need	
Appeals Process	Only one appeal process HCD & other jurisdictions can appeal	
Basis for appeals	Cannot use underproduction or stable population growth	
Adoption of methodology	HCD review prior to adoption	

6th Cycle RHNA Timeline

2019

August

- HCD Regional Determination
- SCAG 30 days to appeal

Aug. - Sept.

 Public Review & Hearings – Draft RHNA methodology

Oct. - Dec.

 HCD Review Draft RHNA Methodology

2020

January

 SCAG adoption of final RHNA methodology

February

 Draft RHNA to jurisdictions

July

RHNA
Appeals
Hearings

October

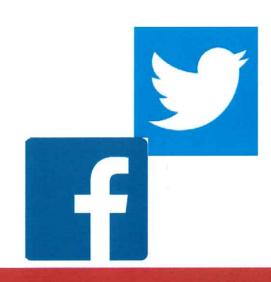
 Adoption of Final RHNA Allocation

Status of RHNA Subcommittee

- Tasked with making recommendations on RHNA policy and methodology
 - Next RHNA Subcommittee meeting: July 22nd
 - Topic: RHNA methodology allocation to jurisdictions
 - City of HB, and OC COG, has recommended that no action be taken by the subcommittee on RHNA allocation methodology until HCD provides SCAG with the regional allocation total
- Recommendations made to the Community, Economic & Human Development (CEHD) Committee
 - Mayor Pro-tem Semeta is the representative for City of Huntington Beach
 - Next CEHD meeting: August 1st
 - CEHD & Regional Council ultimately adopt RHNA Methodology and RHNA allocation to jurisdictions

Opportunities for Engagement

- Public Meetings
 - RHNA Subcommittee
 - 1st Monday of the month
 - CEHD & Regional Council Meetings
 - Mayor Pro-tem Semeta Updates
 - Public Comment Period Notification
 - CM Newsletter
 - Social Media
- Regular updates from staff
- Housing Element Update
 - Public Outreach Strategy



City Manager's Report

CITY OF HUNTINGTON BEACH, CA

Questions

