Permanent Local Housing Allocation (PLHA) Formula Allocation

2020 Application



State of California Governor, Gavin Newsom

Lourdes Castro Ramirez, Secretary
Business, Consumer Services and Housing Agency

Douglas R. McCauley, Acting Director
Department of Housing and Community Development

Program Design and Implementation, PLHA Program 2020 West El Camino Avenue, Suite 150, Sacramento, CA 95833 PLHA Program Email: PLHA@hcd.ca.gov

Final Filing Date: April 27, 2020 through July 27, 2020 at 5 P.M. PST

Instructions Rev. 2/26/20

When opening this file, a yellow banner at the top may appear with a button that says "Enable Content". It is essential that you click this box so that the macros are enabled. Enabling macros is necessary for full worksheet functionality. Macros do not work with Microsoft's Excel version for Apple Mac.

HCD will only accept applications through a postal carrier service such as U.S. Postal Service, UPS, FedEx or other carrier services that provide date stamp verification confirming delivery to HCD's office. A complete original application and an electronic copy on a USB flash drive with all applicable information must be received by HCD via posta carrier no later than 5:00 p.m. on:

Monday, July 27, 2020

Applications must be on the Department's forms and cannot be altered or modified by the Applicant. Excel forms must be in Excel format and unprotected, not a .pdf document. For application errors please fill out the Application Support worksheet and email the entire workbook to Application Support for application errors at AppSupport@hcd.ca.gov.

General Instructions (Additional instructions and guidance are given throughout the Supplemental Application in "red" text and in cell comments.

Guideline references are made with "§" and the corresponding guideline section number.

"Yellow" cells are for Sponsor input. Failure to provide the required attachments and documentation may disqualify your application from consideration or may negatively impact your point score.

Required attachments are indicated in "orange" throughout the Supplemental Application. Failure to provide the required attachments and documentation may disqualify your application from consideration or may negatively impact your point score. Electronically attached files must use the naming convention in the Supplemental Application. For Example: "App1 Payee Data" for Sponsor 1 Payee Data Record/STD. 204.

Threshold items are indicated in "blue" cells

"Red" shaded cells indicate the Sponsor has failed to meet a requirement of the program. Point cells in the Scoring worksheet shaded in "red" indicate that the Sponsor has failed to meet the minimum points required.

Sponsor must complete the following worksheets in the PLHA Formula Allocation Application.

Formula Allocation Application

302(c)(4) Plan

Legislative Contacts

Checklist

Binder Tab #	Threshold Requirement	Electronic File Name	Document Description	Included?
1	Х	App1 Resolution	PLHA webpage for Resolution Document	
2	Х	App1 Signature Block	Signature Block - upload in Microsoft Word Document	
3	Х	App1 TIN	Taxpayer Identification Number Document	
4	х	Applicant Agreement	Legally binding agreement between Delegating and Administering Local Governments	
5		Plan Adoption	§302(c)(4)(D) Evidence that the Plan was authorized and adopted by resolution by the Local jurisdiction and that the public had an adequate opportunity to review and comment on its content.	

Disclosure of Application (California Public Records Act Statutes of 1968 Chapter 1473): Information provided in the application will become a public record available for review by the public, pursuant to the California Public Records Act Statutes of 1968 Chapter 1473. As such, any materials provided will be disclosable to any person making a request under this Act. The Department cautions Applicants to use discretion in providing information not specifically requested, including but not limited to, bank accounts, personal phone numbers and home addresses. By providing this information to the Department, the Applicant is waiving any claim of confidentiality and consents to the disclosure of submitted material upon request."

		Local Go	overnment Formula A	llocation		Rev.	2/26/20	
Eligible Applicant Type: Entitlement Entitlement								
	nment Recipient of PLHA For			Huntington Beach				
Approximate	PLHA Formula Allocation A	mount:	\$548,495	Allowable Local Admin (5%):	\$27,424			
Government, Applicant (up The 302(c)(4	the Applicant (for which inform on meeting threshold requirement) Plan template worksheet requ	ation is required below) ents) and the Applicant ires first choosing one) is the Local Housing Trust is responsible for meeting a or more of the Eligible Activit	.HA formula allocation to a Local Housing T Fund or administering Local Government. T I program requirements throughout the tern ies listed below. If "Yes" is clicked, the 302	he PLHA award will be m n of the Standard Agreen (c)(4) Plan worksheet op	nade to nent. ens a	series	
affordable ho	me, could be included under ei	ther Activity 2 or 9. Ple	ase only choose one of those ea Median Income (AMI) lev	ng downpayment assistance to lower-income Activities; don't list the downpayment assion, select the same Activity twice (or more tinactivity listing to avoid double counting the f	stance under both Activitimes) and the different Al	ies.		
			Eligible Applicant	s §300				
•	• •	•	• ,	1) are limited to the metropolitan cities and	urban counties allocated	a gra	int for	
the federal fis Applicant:	scal year 2017 pursuant to the f City of Huntington Beach	ederal CDBG formula s	specified in 42 USC, Section	§5306.				
Address:	2000 Main St							
	U .			ounty: Orange				
				ula allocation of program funds?			No	
§300(d) If Ap File Name:	plicant answered "Yes" above, App1 Resolution		hed the legally binding agree for Resolution Document	ement required by §300 (c) and (d)?	Attached and on U	CDO	N/A	
File Name:	App1 Resolution App1 Signature Block		k - upload in Microsoft Wo		Attached and on U			
File Name:	App1 TIN		tification Number Docume		Attached and on U			
File Name:	Applicant Agreement	Legally binding Governments	g agreement between Dele	gating and Administering Local	Attached and on U	SB?	N/A	
			Eligible Activities	§301				
§301(a) Eligi	ble activities are limited to th	e following:				Incl	uded?	
	ne predevelopment, developme w-,Very low-, Low-, or Moderate			ultifamily, residential live-work, rental housir	ng that is affordable to		YES	
§301(a)(2) The Dwelling Unit	ne predevelopment, developme is (ADUs), that meets the needs	nt, acquisition, rehabilit	ation, and preservation of af	fordable rental and ownership housing, included AMI, or 150 percent of AMI in high-cost a			YES	
	occupancy for a term of no less atching portions of funds placed		l Housing Trust Funds.			☐ YES		
§301(a)(4) M	atching portions of funds availa	ble through the Low- ar	nd Moderate-Income Housin	g Asset Fund pursuant to subdivision (d) of	HSC Section 34176.	☐ YES		
§301(a)(5) Ca	apitalized Reserves for services	connected to the pres	ervation and creation of new	permanent supportive housing.		☐ YES		
supportive/ca		allow people to obtain a	and retain housing, operating	t limited to, providing rapid re-housing, rent and capital costs for navigation centers and		✓ YES		
§301(a)(7) Ad	ccessibility modifications in Low	er-income Owner-occu	pied housing.			☐ YES		
§301(a)(8) Ef	fforts to acquire and rehabilitate	foreclosed or vacant h	omes and apartments.			☐ YES		
§301(a)(9) H	omeownership opportunities, in	cluding, but not limited	to, down payment assistanc	e.			YES	
invested by a Project. The	county in an affordable housin	g development Project in the form of a grant o	in a city within the county, por or low-interest loan to an affo	I of one or more affordable housing Project ovided that the city has made an equal or g rdable housing Project. Matching funds invo Project.	reater investment in the	<u> </u>	YES	
			Threshold Requireme	nts, §302				
§302(a) Housing Element compliance: Applicant or Delegating Local Government's Housing Element was adopted by the Local Government's governing body by the application deadline and subsequently determined to be in substantial compliance with state Housing Element Law pursuant to Government Code Section 65585.							Yes	
§302(b) Applicant or Delegating Local Government has submitted the current or prior year's Annual Progress Report to the Department of Housing and Community Development pursuant to Government Code Section 65400.							Yes	
§302(c)(3) Ap		al Government propose		board of the Applicant. activity to another entity, the Local government	ent's selection processh	ad	Yes	
§302(c)(4) Do	f interest and was accesible to be the application include a Plant and the plant and t	an in accordance with §			m adamıztı t		Yes	
review and co	omment on its content			Local Government and that the public had a		0		
eview and comment on its content §302(c)(5) Applicant certifies that the Plan submitted is for a term of five years. Local Governments agree to inform the Department of changes made to the Plan in								
	ding year of the term of the Plar	٦.	00(-)(0) if from 1 1 - 1	the acquisition, construction, or rehabilitatio				

§302(c)(7) Applicant certifies that it will ensure that the PLHA assistance is in the form of a low-interest, deferred loan to the Sponsor of the Project, if funds are used fo the development of an Affordable Rental Housing Development. The loan shall be evidenced through a Promissory Note secured by a Deed of Trust.								
§302(c)(8) Has Applicant attached a program income reuse plan describing how repaid loans will be reused for eligible activities specified in Section 301?								
Adm	inistration							
Applicant agrees to adhere to §500, Accounting Records.		Yes						
Applicant agrees to adhere to §501, Audits/Monitoring of PLHA Files.		Yes						
Applicant agrees to adhere to §502, Cancellation/Termination.		Yes						
Applicant agrees to adhere to §503, Reporting.		Yes						
Certifications								
On behalf of the entity identified below, I certify that: The information, statements and attachments included in this application are, to the best of my knowledge and belief, true and correct and I possess the legal authority to submit this application on behalf of the entity identified in the signature block.								
Oliver Chi City Manager		5/4/20						
Authorized Representative Printed Name Title	Signature	Date						
Entity name: City of Huntington Beach	Phone Number: (714) 536-5579							
Entity Address 2000 Main Street	City Huntington Beach State CA Zip 92648							

§302(c)(4) Plan Rev. 2/26/20

§302(c)(4)(A) Describe the manner in which allocated funds will be used for eligible activities.

Using its adopted Housing Element as a framework, the City of Huntington Beach will use the allocated PLHA funds to help finance operational expenses for a homeless navigation center, starting with 50 beds in Year 1 and ramping up to approximately 174 by Year 5. The funds will support the most at-risk populations in the County by offering much needed shelter that will provide stability, services, and hopefully a path to housing in the future. The navigation center will be constructed in FY 2019-2020 and will begin operations same year. As a result the City requests a drawdown of PLHA funds as soon as possible.

Earlier this year, the City underwent an RFQ process to identify an experienced shelter operator that can provide quality shelter management. Two operators submitted their qualifications and, following an extensive review and a panel interview, the City selected Mercy House. Currently, both parties are negotiating an agreement for navigation center operations, which PLHA funds will help support.

§302(c)(4)(B) Provide a description of the way the Local government will prioritize investments that increase the supply of housing for households with incomes at or below 60 percent of Area Median Income (AMI).

Huntington Beach - through the use of Census data and HUD criteria - has designated eight geographic areas as lower income (<80%). These areas are known as Enhancement Areas, where the City's annual CDBG and HOME fund allocations are spent. The primary goals for the use of these funds include CHDO developments, housing rehabilitation and other programs/services that will increase the affordable housing stock for households at or below 60% AMI. Additionally, the City continues to seek additional funding sources, programs, and partnerships with private and nonprofit organizations for additional investments in the City's affordable housing stock. For example, the City has recently entered into a partnership with the County of Orange, who will fund construction of the navigation center and its operations during the COVID-19 pandemic. Afterwards, the City will take over ownership and use PLHA funds to continue operations to serve the most at-risk and lowest income individuals in our City. As the navigation center begins to reduce homeless rates in the City, the long term goal for the site is to convert it from a navigation center and into a permanent supportive housing development that will certainly help increase the affordable housing stock and advance our RHNA goals for individuals at or below 30% AMI.

§302(c)(4)(C) Provide a description of how the Plan is consistent with the programs set forth in the Local Government's Housing Element.

The Plan is consistent with the City's Housing Element framework, including Goal 5 to promote equal housing opportunities for all residents, such as Huntington Beach's special needs populations. The Plan also works to further Policy 5.5 to continue supporting a continuum of programs such as a navigation center, homeless supportive services, transitional housing, permanent affordable housing and homeless prevention services. The navigation center described in this Plan will address all aspects of this Goal. It will present a central site for the City to continue providing its homeless supportive services that will not only address an individual's immediate needs (i.e. food, shelter, health) but also directs him/her to more permanent forms of housing. The City also continues to fund various other homeless services (i.e. Huntington Beach Youth Emergency Shelter; transitional housing for families; and tenant-based rental assistance (TBRA) and its Homeless Task Force which - in combination with the navigation center - tie in together to more cohesively support the homeless population.

Activities Detail (Activities Detail (Must Make a Selection on Formula Allocation Application worksheet under Eligible Activities, §301))

§301(a)(1) The predevelopment, development, acquisition, rehabilitation, and preservation of multifamily, residential live-work, rental housing that is affordable to extremely low-, very low-, low-, or moderate-income households, including necessary Operating subsidies.

§301(a)(2) The predevelopment, development, acquisition, rehabilitation, and preservation of Affordable rental and ownership housing, including Accessory Dwelling Units (ADUs), that meets the needs of a growing workforce earning up to 120 percent of AMI, or 150 percent of AMI in high-cost areas. ADUs shall be available for occupancy for a term of no less than 30 days.

§301(a)(3) Matching portions of funds placed into Local or Regional Housing Trust Funds.

§301(a)(4) Matching portions of funds available through the Low- and Moderate-Income Housing Asset Fund pursuant to subdivision (d) of HSC Section 34176.

§301(a)(5) Capitalized Reserves for Services connected to the preservation and creation of new permanent supportive housing.

§301(a)(6) Assisting persons who are experiencing or At risk of homelessness, including, but not limited to, providing rapid rehousing, rental assistance, supportive/case management services that allow people to obtain and retain housing, operating and capital costs for navigation centers and emergency shelters, and the new construction, rehabilitation, and preservation of permanent and transitional housing.

§302(c)(4)(E)(i) Provide a description of how allocated funds will be used for the proposed Activity.

Section 301(a)(6) - 100% of the allocated funds will be used towards partially funding the operations of a navigation center.

Complete the table below for each proposed Activity to be funded with 2019-2023 PLHA allocations. If a single Activity will be assisting households at more than one level of Area Median Income, please list the Activity as many times as needed to capture all of the AMI levels that will be assisted, but only show the percentage of annual funding allocated to the Activity one time (to avoid double counting).

Funding Allocation Year	2019	2020	2021	2022	2023					
Type of Activity for Persons Experiencing or At Risk of Homelessness	Navigation Centers	Navigation Centers	Navigation Centers	Navigation Centers	Navigation Centers					
§302(c)(4)(E)(i) Percentage of Funds Allocated for the Proposed Activity	100%	100%	100%	100%	100%					

§302(c)(4)(E)(ii) Area Median Income Level Served	30%	30%	30%	30%	30%					TOTAL
§302(c)(4)(E)(ii) Unmet share of the RHNA at AMI Level	30	30	30	30	28					148
§302(c)(4)(E)(ii) Projected Number of Households Served	50	30	30	30	34					174
§302(c)(4)(E)(iv) Period of Affordability for the Proposed Activity (55 years required for rental housing projects)	N/A	N/A	N/A	N/A	N/A					

§302(c)(4)(E)(iii) A description of major steps/actions and a proposed schedule for the implementation and completion of the Activity.

Major steps/actions by City Council included the adoption of the 5th Cycle Housing Element in February 2020, which was approved by the HCD in March 2020. On April 20, 2020, the City Council also took steps to (1) adopt this Plan and (2) approve the partnership agreement with Orange County to construct the navigation center. Construction has since begun and is expected to be completed in mid to late May. The goal is to begin operating the navigation center by no later than June 2020.

§301(a)(7) Accessibility modifications in Lower-income Owner-occupied housing.

§301(a)(8) Efforts to acquire and rehabilitate foreclosed or vacant homes and apartments.

§301(a)(9) Homeownership opportunities, including, but not limited to, down payment assistance.

§301(a)(10) Fiscal incentives made by a county to a city within the county to incentivize approval of one or more affordable housing Projects, or matching funds invested by a county in an affordable housing development Project in a city within the county, provided that the city has made an equal or greater investment in the Project. The county fiscal incentives shall be in the form of a grant or low-interest loan to an affordable housing Project. Matching funds investments by both the county and the city also shall be a grant or low-interest deferred loan to the affordable housing Project.

	3 ,			
File Name:	Plan Adoption	§302(c)(4)(D) Evidence that the Plan was authorized and adopted by resolution by the Local jurisdiction and that the public had an adequate opportunity to review and comment on its content.	Attached and on USB?	

	Legislative a	and Congressional Informatio	on	Rev. 2/26/20
Provide the Legislative and C	Congressional information for the	applicant and each activity location, (if o	different than applicant location), included in this a	application.
			and enter the applicant office location zip code, t	he activity
			litional activity location site(s), as applicable.	
California State A	<u>Assembly</u>	California State Senate	U.S. House of Representative	<u>s</u>
		Applicant Office Location		
Chata Assault Manakan	District #	First Name	Last Name	
State Assembly Member State Senate Member	72nd	Tyler John M.W.	Diep	
	37th 48th	Harley	Moorlach Rouda	
O.O. Flouse of Representatives		ocation 1 (if different from applicant l		
	District #	First Name	Last Name	
State Assembly Member	72nd	Tyler	Diep	
State Senate Member	34th	Thomas J.	Umberg	
	48th	Harley	Rouda	
·	Activity L	ocation 2 (if different from applicant l	location)	
	District #	First Name	Last Name	
State Assembly Member				
State Senate Member				
U.S. House of Representatives				
	Activity L	ocation 3 (if different from applicant l	location)	
	District #	First Name	Last Name	
State Assembly Member				
State Senate Member				
U.S. House of Representatives				
		ocation 4 (if different from applicant l		
01.1.0	District #	First Name	Last Name	
State Assembly Member				
State Senate Member U.S. House of Representatives				
U.S. House of Representatives	Activity	costion E (if different from applicant l	location)	
	District #	ocation 5 (if different from applicant l First Name	Last Name	
State Assembly Member	District #	i iist Naille	Last Hame	
State Senate Member				
U.S. House of Representatives				
·	Activity L	ocation 6 (if different from applicant l	location)	
	District #	First Name	Last Name	
State Assembly Member				
State Senate Member				
U.S. House of Representatives				
	Activity L	ocation 7 (if different from applicant l	location)	
	District #	First Name	Last Name	
State Assembly Member				
State Senate Member				
U.S. House of Representatives				
		ocation 8 (if different from applicant		
Otata Association NA	District #	First Name	Last Name	
State Assembly Member				
State Senate Member U.S. House of Representatives				
o.o. nouse of Representatives	A nativitar 1	ocation 9 (if different from applicant l	location)	
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State Assembly Member	District #	i ii st ivaille	Last Name	
State Senate Member				
U.S. House of Representatives				
	Activity I	ocation 10 (if different from applicant	location)	
	District #	First Name	Last Name	
State Assembly Member				
State Senate Member				
U.S. House of Representatives				
	Activity Lo	ocation 11 (if different from applicant	location)	
	District #	First Name	Last Name	
State Assembly Member				
State Senate Member				
U.S. House of Representatives				
		ocation 12 (if different from applicant		
	District #	First Name	Last Name	

State Assembly Member			
State Senate Member			
U.S. House of Representatives			
	Activity Loc	ation 13 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			
		ation 14 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			
		ation 15 (if different from applicant	
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives	A 41 14 1	1 10 115 115	
		ation 16 (if different from applicant	
Otata Assault Manakan	District #	First Name	Last Name
State Assembly Member			
State Senate Member U.S. House of Representatives			
U.S. House of Representatives	A attribut a a	ation 47 (if different frame and in out	14:
	District #	ation 17 (if different from applicant	
State Assembly Member	District #	First Name	Last Name
State Assembly Member State Senate Member			
U.S. House of Representatives			
0.3. House of Representatives	Activity Los	ation 18 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member	District #	First Name	Last Name
State Senate Member			
U.S. House of Representatives			
e.e. riedes et riepresentatives	Activity Loc	ation 20 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member	Diotriot "	1 1100 1141110	aut Hamo
State Senate Member			
U.S. House of Representatives			
	Activity Loc	ation 21 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			
	Activity Loc	ation 22 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			
	Activity Loc	ation 23 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			
	Activity Loc	ation 24 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			
		ation 25 (if different from applicant	location)
	District #	First Name	Last Name
State Assembly Member			
State Senate Member			
U.S. House of Representatives			