

RESOLUTION NO. 2022 -

Resolution of the City Council of City of National City, California, for Permanent Local Housing Allocation (PLHA) Year Two Funding to (1) Establish Year Two PLHA Budget Appropriations and the Corresponding Revenue Budget in the Amount of \$400,000.06; (2) Reallocate \$115,989.84 of Unused Funds from Year One PLHA Funding; (3) Approve a Spending Plan for said PLHA funding in Fiscal Year 2023; and (4) authorize the City Manager to Execute Agreements with the Alpha Project for a Not-to-Exceed Amount of \$60,000 and the McAlister Institute for a Not-to-Exceed Amount of \$440,710.90, for Homeless Outreach, Case Management, Emergency Housing, and Other Housing Services for People Experiencing Homelessness and Those at-Risk of Becoming Homeless.

WHEREAS, the State of California Department of Housing and Community Development (“HCD”) is authorized to provide up to \$304 million under the SB 2 Permanent Local Housing Allocation Program Formula Component from the Building Homes and Jobs Trust Fund for assistance to Cities and Counties as described in Health and Safety Code section 50470 et seq. Chapter 364, Statutes of 2017 (“SB 2”); and

WHEREAS, HCD issued a Notice of Funding Availability (“NOFA”) dated May 3, 2021, under the Permanent Local Housing Allocation (“PLHA”) Program; and

WHEREAS, the City of National City (“City”) applied for program funds under the PLHA formula allocation to administer one or more eligible activities; and

WHEREAS, HCD approved City funding allocations for the PLHA Program, subject to the terms and conditions of the Guidelines, NOFA, Program requirements, the Standard Agreement, and other contracts between the HCD and PLHA grant recipients; and

WHEREAS, on August 18, 2020, Resolution 2020-164 approved the PLHA Plan, which proposed that 100% of its PLHA funds would go towards housing opportunities for those earning 60% or less of the San Diego County Area Median Income (AMI) through three types of activities in order of priority as follows: (1) Emergency Rental Assistance Program that will help families with low income in the City of National City who experience financial hardship due to an emergency”; (2) assist new development or rehabilitation housing projects that target Extremely low-, Very low-, Low-or Moderate Income households including necessary operating subsidies; (3) provide for the preservation of affordable housing including the development of ADU's for a growing workforce; and

WHEREAS, on June 15, 2021, Resolution 2021-90 approved the First Amendment for Year One and Year Two PLHA funding to be used on housing opportunities for those earning 60% or below of the San Diego County Area Median Income (AMI), including basic and emergency services for the homeless, including outreach, case management, homeless prevention, emergency housing, and rental assistance; and

WHEREAS, Resolution 2021-90 approved Years Three, Four, and Five to (1) assist new development or rehabilitation housing projects that target Extremely low-, Very low-, Low-or Moderate Income households including necessary operating subsidies; and (2) provide for the preservation of affordable housing including the development of ADU's for a growing workforce at or below 60% AMI; and

WHEREAS, on November 2, 2021, per Resolution 2021-162 the City Council reapproved the First Amendment in the form of a Resolution using a template that was satisfactory to HCD's legal counsel; and

WHEREAS, HCD has notified the City of its PLHA Year Two funding for which \$400,000.06 will be appropriated to FY 2022-2023 for housing activities approved in Resolution 2021-90; and

WHEREAS, City staff has also identified and verified PLHA funds in the amount of \$115,989.84 to supplement further the funding of housing activities approved in Resolution 2021-90; and

WHEREAS, staff proposes a PLHA Spending Plan of the available PLHA funds for City grant administration, rental assistance, supportive and case management services, and street outreach to those people experiencing and at-risk of homelessness; and

WHEREAS, staff proposes to enter into an agreement with Alpha Project for a not-to-exceed amount of \$60,000.00 for services including, but not limited to outreach, case management, and housing navigation; and

WHEREAS, staff proposes to enter into an agreement with the McAlister Institute for a not-to-exceed amount of \$440,710.84 for servicing including, but not limited to homeless outreach, case management, housing services, emergency hotel/motel vouchers, and rental assistance for a term of 6 months.

WHEREAS, staff proposes \$15,279.00 for City PLHA Program Administration; and

WHEREAS, staff proposes that the City Manager will be authorized to execute the agreements with Alpha Project and McAlister Institute, approve budget adjustments as necessary to reflect funding the allocation in the approved PLHA Plan, and extend the agreements as necessary up to one year to complete the scope of work under the agreements.

NOW, THEREFORE, THE CITY OF NATIONAL CITY, CALIFORNIA, DOES RESOLVE, DECLARE, DETERMINE, AND ORDER AS FOLLOWS:

Section 1: City Council authorizes Year Two PLHA funds in the amount of \$400,000 for planned activities stated in Resolution 2021-90.

Section 2: City Council authorizes reallocating \$115,989.84.00 from Year One PLHA funding to further supplement funding of housing activities approved in Resolution 2021-90.

Section 3: City Council authorizes entering into an agreement with the Alpha Project for a not-to-exceed amount of \$60,000.00 for services including, but not limited to outreach, case management, and housing navigation, the form of which shall be subject to review and approval by the City Attorney.

Section 4: City Council authorizes entering into an agreement with the McAlister Institute for a not-to-exceed amount of \$440,710.84 for services including, but not limited to homeless outreach, case management, housing services, emergency hotel/motel vouchers, and rental assistance for a term of 6 months, the form of which shall be subject to review and approval by the City Attorney.

Section 5: City Council authorizes the allocation of \$15,279.00 for City PLHA Program Administration; and

Section 6: City Council authorizes the City Manager to execute the agreements, approve budget adjustments as necessary to reflect funding the allocation in the approved PLHA Plan, and extend agreements as necessary up to one year to complete the scope under the agreements.

Section 7: The City Clerk shall certify the passage and adoption of this Resolution and enter it into the book of original Resolution.

PASSED and ADOPTED this 6th day of December 2022.

Alejandra Sotelo-Solis, Mayor

ATTEST:

Luz Molina, City Clerk

APPROVED AS TO FORM:

Barry J. Schultz
Interim City Attorney