

Attachment A: Resolution on Directing the Department of Housing and Community Development to Amend the February 26, 2021 Affordable Housing and Sustainable Communities Program Notice of Funding Availability

WHEREAS, the development of affordable housing is one of the top priorities of the Governor;

WHEREAS, the California Department of Housing and Community Development (“HCD”) determined in 2018 that the State needs to add about 180,000 homes each year through 2025, which amounts to more than 70,000 new units of affordable housing annually;

WHEREAS, the Affordable Housing and Sustainable Communities (“AHSC”) program has awarded more than \$1.6B since 2015 to build healthier communities and protect the environment by increasing the supply of affordable places to live near jobs, stores, transit, and other daily needs;

WHEREAS, the Strategic Growth Council (“SGC”) has conducted substantial community engagement and stakeholder outreach for developing the Round 6 guidelines;

WHEREAS, the COVID-19 pandemic has further exacerbated California’s statewide housing shortage and impacted housing affordability;

WHEREAS, the AHSC Program is administered by the SGC. HCD implements the transportation, housing and infrastructure components of the AHSC Program. The Council staff coordinate efforts with HCD staff, working with the California Air Resources Board (“CARB”) and the Council to administer the broader AHSC Program, including developing program guidelines, evaluating applications, preparing agreements, monitoring agreement implementation, and program reporting;

WHEREAS, award applications to AHSC Round 6 award requests total \$1.1B, while the current NOFA amount is \$405M;

WHEREAS there are approximately additional \$380M revenues from fiscal year 20/21 Greenhouse Gas Reduction Fund auctions available;

THEREFORE, BE IT RESOLVED THAT: SGC hereby directs HCD to amend the Notice of Funding Availability (“NOFA”) for the Affordable Housing and Sustainable Communities Program issued on February 26, 2021 to reflect an additional \$380M (approximate) revenues from recent Greenhouse Gas Reduction Fund auctions for a total amount of \$785M. Due to the change in the NOFA amount, the amended NOFA should reflect the new award timeline and maximum developer loan amount.

BE IT FURTHER RESOLVED: the additional revenues will be available to projects that meet program criteria and the program’s statutory obligations. SGC will reserve and rollover into future funding rounds any revenues not expended under the amended NOFA.

Passed and adopted this ___ day of month, year.