



**AGENDA SUMMARY
EUREKA CITY COUNCIL**

TITLE: Application amendment for the 2019 State Public Local Housing Allocation Program plan

DEPARTMENT: Finance Department

PREPARED BY: Kristen Raymond, Housing Project Manager

PRESENTED FOR: Action Information only Discussion

RECOMMENDATION

1. Adopt a Resolution of the City Council of the City of Eureka approving an application amendment for the 2019 funding cycle of the State Permanent Local Housing Allocation Program (PLHA) through the Housing and Community Development Department.

FISCAL IMPACT

No Fiscal Impact Included in Budget Additional Appropriation

COUNCIL GOALS/STRATEGIC VISION

Economic Development – Housing

DISCUSSION

Amend the PLHA application to move the 2019 PLHA funding of \$187,522 from the previously approved activity 301(a)(2) to activity 301(a)(6). The funding allocation will transfer from the Accessory Dwelling Units (ADU) program to fund the City of Eureka CAPE & UPLIFT street outreach program.

Through this change, the City will be assisting our most vulnerable population with the first year of funding. By approving this amendment, the City Council will provide the CAPE and UPLIFT programs with secure funding opportunities now to assist those in need. This will also benefit finance and economic development staff by providing more adequate time to establish a successful ADU program under the City of Eureka.

Activity 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 Area Median Income (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.

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

The \$296 million in Permanent Local Housing Allocation (PLHA) was published in a "Notice of Funding Availability" (NOFA) on December 29, 2023. Entitlement and Non-entitlement local governments are eligible for a predefined formula allocation as defined in the 2021 NOFA. The City of Eureka's allocation for a five-year total of \$1,125,138.

The PLHA NOFA is a noncompetitive application that must be used to carry out one or more eligible activities that prioritize investments that increase the supply of housing for households with incomes at or below 60 percent of AMI and are consistent with the program outlined in the local governments Housing Element. Local governments must have a five-year plan identifying the proposed activities and the percentage of funding that will be allocated to each, the number of households to be served at each income level, the period of affordability, and the level of affordability for each activity.

REVIEWED AND APPROVED BY:

- City Attorney
- City Clerk/Information Technology
- Community Services
- Development Services
- Finance
- Fire
- Human Resources
- Police
- Public Works