Resolution approving and authorizing the Department of Homelessness and Supportive Housing to apply to the California Department of Housing and Community Development for a Homekey Grant for the property located at 42 Otis Street in an amount not to exceed $9,409,600 on behalf of the City and County of San Francisco.

WHEREAS, The California Department of Housing and Community Development ("Department") issued a Notice of Funding Availability ("NOFA") dated March 29, 2023, for Round 3 of the Homekey Program ("Homekey" or "Homekey Program") pursuant to Health and Safety Code, Section 50675.1.3 (Assem. Bill No. 140 (2021-2022 Reg. Sess.) Section 20) on file with the Clerk of the Board of Supervisors in File No. 230741; and

WHEREAS, The Department is authorized to administer Homekey funds pursuant to the Multifamily Housing Program (Chapter 6.7 (commencing with Section 50675) of Part 2 of Division 31 of the Health and Safety Code); and

WHEREAS, Since the inception of the Homekey grant program in 2020, the City has been awarded approximately $213 million in Homekey grant funds that supported the acquisition and operation of approximately 800 new units of permanent supportive housing serving adults, youth, and families; and

WHEREAS, Under Homekey Round 1, the City and County of San Francisco ("City") received two Homekey grant awards for two properties that added approximately 362 permanent supportive housing units to the City's existing inventory, a copy of the corresponding authorizing Resolutions are on file with the Clerk of the Board of Supervisors in File No. 201193 and File No. 201268; and
WHEREAS, Under Homekey Round 2, the City received four Homekey grant awards for four properties that added approximately 437 permanent supportive housing units to the City’s existing inventory, copies of the corresponding authorizing Resolutions are on file with the Clerk of the Board of Supervisors in File No. 220133, File No. 220885, File No. 221279, and File No. 221170; and

WHEREAS, Under Homekey Round 3, to date, the City has submitted an application for the property located at 1174-78 Folsom Street and 663 Clementina Street, a copy of the corresponding authorizing Resolution is on file with the Clerk of the Board of Supervisors in File No. 230506; and

WHEREAS, Permanent supportive housing is the most effective, evidence-based solution to ending chronic homelessness and, also prevents new incidents of homelessness among highly vulnerable people with long experiences of homelessness; and

WHEREAS, Additional permanent supportive housing furthers the City’s commitment to dismantling systemic racial inequities that disproportionately effect communities of color and contribute to the loss of stable housing; and

WHEREAS, The Department of Homelessness and Supportive Housing ("HSH"), on behalf of the “City” (“Applicant”) desires to apply for Homekey grant funds for the property located at 42 Otis Street (“the Property”), in an amount not to exceed a total anticipated amount of $9,409,600 or the maximum award amount allowable under Project Homekey; and

WHEREAS, If acquired, the Property would provide approximately 24 units of supportive housing to serve youth; and

WHEREAS, HSH will submit an application for Homekey funds ("Application") to the Department for review and consideration; and
WHEREAS, In order to be considered for a Homekey grant award, the City must submit an authorizing Resolution approved by the Board of Supervisors with the Application, which is due by July 28, 2023; and

WHEREAS, Homekey funding allocations are subject to the terms and conditions of the NOFA, the Application, and upon award, the Department-approved STD 213, Standard Agreement, and all other legal requirements of the Homekey Program; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby authorizes the HSH Executive Director or their designee, on behalf of the City, to submit an Application to the Department in response to the NOFA for the Property and to apply for Homekey grant funds in a total amount not to exceed $9,409,600; and, be it

FURTHER RESOLVED, That the Board of Supervisors acknowledges that if the Application is successful, HSH will seek Board of Supervisors approval to accept and expend the Homekey grant funds and to authorize execution of a Standard Agreement, and any other documents required or deemed necessary to secure the Project Homekey funds under the terms of the Project Homekey program guidelines.
RECOMMENDED:

/s/

Shireen McSpadden
Executive Director
Department of Homelessness and Supportive Housing
Resolution approving and authorizing the Department of Homelessness and Supportive Housing to apply to the California Department of Housing and Community Development for a Homekey Grant for the property located at 42 Otis Street in an amount not to exceed $9,409,600 on behalf of the City and County of San Francisco.

July 14, 2023 Homelessness and Behavioral Health Select Committee - RECOMMENDED AS COMMITTEE REPORT

July 18, 2023 Board of Supervisors - ADOPTED
Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

I hereby certify that the foregoing Resolution was ADOPTED on 7/18/2023 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

Date Approved: 7/20/23