

State of California 2020-  
2024  
Federal Consolidated Plan  
Annual Action Plan  
Substantial Amendment  
Fiscal Year 2020-2021



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State of California**

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# State of California

## 2020-2021 Annual Action Plan

### Substantial Amendment

*The following amendment language will be added to the 2020-2021 Annual Action Plan to:*

- 1. Allow the state to align the Housing Trust Fund (HTF) program to HUD's regulations by permitting New Construction, Rehabilitation, Acquisition, and other activities eligible for HTF funding under federal regulation and statute.*
- 2. Allow the state to ensure timely expenditure of unencumbered fiscal year (FY) 2014 CDBG program grant funds and to meet a priority goal of the Con Plan to address and prevent homelessness by supporting California's Homekey Program.*
- 3. Allow the state to correct errors in the U.S. Department of Housing and Urban Development's (HUD) initial formula allocations for fiscal year (FY) 2020 CDBG and HOME program grants.*
- 4. Allow the state to add an appendix that includes a table of CDBG program income. The table includes a listing of each jurisdiction participating in the CDBG program that has a local account program income balance.*

*The full text of the existing plan is contained in the 2020-2024 Consolidated Plan and may be found at: <https://www.hcd.ca.gov/policy-research/plans-reports/index.shtml#conplan>*

## **AP-05 Executive Summary - 24 Code of Federal Regulations (CFR) 91.200(c), 91.220(b)**

### **Introduction**

The 2020-2021 Annual Action Plan (AP) is being amended as follows:

To add language to the Housing Trust Fund (HTF) method of distribution to better align the funding with HUD's regulations and add flexibility to the HTF funding. Eligible activities will now include multi-family rehabilitation. Changes in the subsidized housing market resulting from increased construction costs, lack of construction labor, shortage of matching funds, and delays in funding and predevelopment due to COVID-19 have resulted in a potential shortfall of HTF-eligible new construction projects. In order to make sure all HTF funding is allocated to projects as part of the Housing for a Healthy California (HHC) program, this amendment to the HTF method of distribution will add allowable flexibility to the program. This amendment will not change the function or the funding amounts available to the HTF.

To add language to the Community Development Block Grant (CDBG) method of distribution to allocate unencumbered fiscal year (FY) 2014 CDBG program grant funds to support California's Homekey Program and to fund previously submitted Over-the-Counter applications in the order

of submission or projects that provide the ability to spend funds by regulatory expenditure deadlines. Projects will be selected from the Homekey list of unfunded projects and from the 2019-2020 CDBG Over-the-Counter waitlist.

To inform the public of an error in HUD's initial formula allocations for FY 2020 annual allocation for Community Development Block Grant (CDBG) and HOME Investment Partnerships (HOME) program grants. The reduction to the FY 2020 annual allocation for CDBG is \$529,407, while the reduction to FY 2020 HOME annual allocation is \$152,150, as shown on AP-15 Expected Resources below.

To add an appendix entitled Program Income for CDBG. The appendix consists of a table that provides a description of each of the local accounts including the name of the local entity administering the funds, contact information for the entity administering the funds, the current Program Income balance, the amounts expected to be available during the program year, the eligible activity type(s) expected to be carried out with the program income, and the national objective(s) served with the funds.

### **Summary of Citizen Participation Process and consultation process**

The Substantial Amendment to the 2020-2021 Annual Action Plan (AP Amendment) addressing this change will be available for a public comment period of at least 30 days, per the California Department of Housing and Community Development's (HCD) Citizen Participation Plan.

The draft AP Amendment is available for comment from all interested members of the public from **Monday February 8, 2021**, to **Wednesday March 11, 2021**.

A virtual public hearing about this AP Amendment will be held on Tuesday, **February 16, 2021**.

Two public comments were received during the public comment period in support of the plan. The comments can be viewed on the Public Comment Matrix for 2020-2021 Annual Action Plan Substantial Amendment on the last page.

The AP Amendment and the public notice document are available for review on HCD's website at <http://www.hcd.ca.gov/policy-research/plans-reports/index.shtml>.

Please submit written comments to [ConsolidatedPlan@hcd.ca.gov](mailto:ConsolidatedPlan@hcd.ca.gov).

Comments may also be mailed to:

Department of Housing and Community Development  
Attn: Federal Branch  
2020 W. El Camino Ave., Suite 200  
Sacramento, CA 95833

## AP-15 Expected Resources – 91.320(c) (1,2)

| Program | Source of Funds | Uses of Funds  | Expected Amount Available Year One for Annual Allocation: \$ | Expected Amount Available Year One for Program Income: \$ | Expected Amount Available Year One for Prior Year Resources: \$ | Expected Amount Available Year One for Total: \$ | Expected Amount Available Reminder of ConPlan \$ | Narrative Description  |
|---------|-----------------|--|--|---|---|--|--|--|
| CDBG    | Public Federal  | Acquisition, Admin and Planning, Economic Development, Housing, Public Improvements, Public Services | \$32,374,889<br><del>\$32,904,296</del>                      | \$5,000,000   | \$25,000,000  | \$62,374,889                                     | \$149,499,556<br><del>\$151,617,184</del>        | 2020 HUD award adjusted, available PI balance plus an estimate on prior year CDBG resources. |
| HOME    | Public Federal  | Acquisition, Homebuyer assistance and rehab, Multifamily rental rehab, New construction, TBRA        | \$43,031,138<br><del>\$43,183,288</del>                      | \$6,000,000   | \$6,000,000   | \$55,031,138                                     | \$196,124,552<br><del>\$193,561,812</del>        | 2020 HUD award adjusted, Available PI balance plus an estimate on prior year HOME resources  |

## **AP-30 Methods of Distribution – 91.320(d)&(k)**

### **Distribution Methods**

#### **HTF (Housing Trust Fund)**

Describe the state program addressed by the Method of Distribution.

California's National Housing Trust Fund Program (NHTF) provides funding for ~~rental new construction~~ Rental New Construction, Rehabilitation, Acquisition, and any other eligible activities as per the federal regulations at 24 CFR §93 on a competitive basis through an annual NOFA. A NHTF applicant must be the owner or developer of the NHTF-assisted project, and must meet the requirements identified in the recipient definition of 24 CFR 93.2.

In 2017, the California State Legislature passed AB 74, which subsequently was signed into law by Governor Brown. AB 74 directs the state to use NHTF resources for the newly established Housing for a Healthy California program. The HHC program creates supportive housing for individuals who are recipients of or eligible for health care provided through the California Department of Health Care Services (DHCS) Medi-Cal program. HHC uses a competitive application process to identify eligible projects and award funds.

The Department will be developing guidelines for the NHTF program during the 2020-2021 program year to prepare for the 2022 allocation, which will need an updated method of distribution.

#### **CDBG (Community Development Block Grant)**

The below method of distribution for CDBG will be changed to add the following language:

In order to liquidate fiscal year (FY) 2014 CDBG unencumbered grant funds scheduled to expire if they are not fully expended by September 1, 2021, HCD will award up to \$20 million of these funds to eligible projects submitted for funding under the Homekey Program to align with the goal to address and prevent homelessness identified in this Consolidated Plan and to fund previously submitted Over-the-Counter applications in the order of submission or those that provide the ability to spend funds by regulatory expenditure deadlines. The FY 2014 CDBG Homekey funding will use the Homekey NOFA and application responses to identify projects that are eligible for CDBG funding. The FY 2014 CDBG Homekey funds will not require issuance of a separate Notice of Funding availability but may have a supplementary application. Projects will be selected from the Homekey unfunded projects list in non-entitlement jurisdictions. With these funds, CDBG expects to assist approximately 4 projects, providing approximately 100 persons and households experiencing homelessness with non-congregate shelter. FY 2014 CDBG funding will also be used to support unfunded applications from the 2019-2020 CDBG Over-the-Counter waitlist.

## Appendix A

### Program Income for CDBG

The table below includes a description of each of the local accounts, including the name of the local entity administering the funds, contact information for the entity administering the funds, the estimated amounts expected to be available during the program year, the eligible activity type(s) expected to be carried out with the program income, and the national objective(s) served with the funds.

| Jurisdiction             | Contact Name       | Contact PH # | 20/21 Estimate Available | National Objective : Low Mod Job Creation or Retention Activities (LMJ) Activity: Economic Development | National Objective : Low Mod Housing Activities (LMH) Activity: Housing Programs | National Objective : Low Mod Housing Activities (LMH) Activity: Housing Projects | National Objective : Low Mod Area Benefit (LMA) Activity: Public Improvement | National Objective : Low Mod Limited Clientele/ Low Mod Area Benefit (LMC/LMA) Activity: Public Facilities | National Objective : Low Mod Area Benefit (LMA) Activity: Code Enforcement | General Admin |
|--------------------------|--------------------|--------------|--------------------------|--|--|--|--|--|--|---------------|
| American Canyon, City of | Jason Holley       | 707-647-4558 | \$128,183                | X  |  | X  | X  |  |  |               |
| Arcata, City of          | Jennifer Dart      | 707-825-2112 | \$811,907                |  |  |  |  |  |  | X             |
| Auburn, City of          | Chuck Wolfe        | 530-878-8016 | \$406,153                |  | X  |  |  | X  |  |               |
| Avenal, City of          | Fernando Santillan | 559-386-5766 | \$71,574                 |  |  |  |  |  |  | X             |
| Benica, City of          | Alan Shear         | 707-746-4200 | \$607,951                |  |  |  |  |  |  |               |
| Brawley, City of         | Tyler Salcido      | 760-344-8622 | \$346,689                |  |  | X  |  |  |  |               |
| Calimesa, City of        | Bonnie Johnson     | 909-795-9801 | \$2,898                  |  |  |  |  |  |  | X             |
| Calipatria, City of      | Katherine R. Lopez | 760-348-4141 | \$1,028,255              |  |  | X  |  |  |  |               |
| Capitola, City of        | Robin Woodman      | 831-475-7300 | \$109,088                |  |  |  |  | X  |  | X             |
| Chowchilla, City of      | Susan Long         | 559-802-1630 | \$739,028                |  |  |  |  |  | X  |               |
| Coalinga, City of        | Marissa Trejo      | 559-935-1533 | \$2,898                  |  |  |  |  |  |  | X             |
| Colfax, City of          | Wes Heathcock      | 530-346-2313 | \$0.00                   |  |  |  |  |  |  |               |
| Colusa, City of          | Toni Benson        | 530-458-4941 | \$184,951                |  |  |  | X  |  |  | X             |
| Corcoran, City of        | Kindon Meik        | 559-992-5121 | \$1,039,592              |  |  |  |  |  |  | X             |
| Crescent, City of        | Erik Wier          | 707-464-7483 | \$47,124                 |  | X  |  | X  |  |  |               |
| Dinuba, City of          | George Avila       | 559-591-5924 | \$69,849                 |  |  | X  | X  |  |  | X             |

|                        |                  |                     |           |   |   |   |   |   |   |   |
|------------------------|------------------|---------------------|-----------|---|---|---|---|---|---|---|
| Dorris, City of        | Carol McKay      | 530-397-3511        | \$71,761  | X |   |   |   |   |   | X |
| Dunsmuir, City of      | Mark Brannigan   | 530-235-4822        | \$23,772  | X | X |   |   |   |   | X |
| El Dorado, County of   | CJ Freeland      | 530-621-5159        | \$248,326 |   |   |   |   |   |   |   |
| Etna, City of          | Sarah Griggs     | 530-467-5256        | \$0.00    |   | X |   |   |   |   |   |
| Exeter, City of        | Adam Ennis       | 559-592-9244        | \$316,881 |   | X |   |   | X |   |   |
| Farmersville, City of  | Jennifer Gomez   | 559-747-0458        | (\$3,389) | X |   |   | X | X |   | X |
| Fort Bragg, City of    | Jennifer Owen    | 707-961-2827        | \$0.00    |   |   |   |   |   |   | X |
| Fort Jones, Town of    | Karl Drexel      | 530-468-2281        | \$0.00    |   |   |   |   |   |   |   |
| Fortuna, City of       | Merritt Perry    | 707-725-1400        | \$0.00    |   |   |   |   |   |   |   |
| Fowler, City of        | Randy Uyeda      | 559-834-3113        | \$0.00    | X |   |   |   |   |   |   |
| Gonzales, City of      | Hortencia Vargas | 831-675-4208        | \$0.00    | X | X |   |   |   |   |   |
| Grass Valley, City of  | Lance E. Lowe    | 530-274-4716        | \$171,635 | X | X | X |   |   |   |   |
| Gridley, City of       | Paul Eckert      | 530-846-3631        | \$0.00    |   |   |   |   |   |   | X |
| Glenn, County of       | Scott De Moss    | 530-934-6419        | \$561,399 |   |   |   |   | X |   |   |
| Guadalupe, City of     | Juana M. Escobar | 805-356-3891        | \$895     |   |   |   | X |   | X | X |
| Hollister, City of     | Jamila Saqqa     | 831-636-4356 Ext 11 | \$56,802  |   |   |   |   |   |   |   |
| Holtville, City of     | Kariza Preciado  | 760-356-4685        | \$0.00    |   |   |   |   |   |   |   |
| Humboldt, County of    | Kathy Hayes      | 707-476-2390        | \$12,454  |   |   |   |   |   |   |   |
| Imperial, City of      | Isabel Alvarez   | 760-355-3335        | \$32,648  |   |   |   | X | X |   |   |
| Imperial, County of    | Esperanza Colio  | 760-604-0901        | \$34,689  |   |   |   |   |   |   | X |
| Jackson, City of       | Lorie Ann Adams  | 916-449-3944        | \$223,847 |   |   |   |   |   |   |   |
| King, City of          | Steven Adams     | 831-385-3281        | \$23,465  |   |   |   |   |   |   |   |
| King, County of        | Rebecca Campbell | 559-852-2375        | \$61      |   | X |   |   |   |   |   |
| Lakeport, City of      | Kevin Ingram     | 707-263-5615        | \$3,822   |   |   |   |   |   |   | X |
| Lassen, County of      | Nicole Madden    | 530-25-18153        | \$285,321 |   |   |   |   |   |   |   |
| Lindsay, City of       | Becky Mesedahl   | 559-562-7102 x8043  | \$0.00    |   |   |   | X |   |   |   |
| Live Oak, City of      | Alison Schmidt   | 530-695-2112        | \$0.00    |   | X |   |   |   | X | X |
| Madera, County of      | Robert Mansfield | 559-675-7821        | \$456,944 |   |   |   |   |   |   |   |
| Mammoth Lakes, Town of | Daniel Holler    | 760-965-3601        | \$80,679  |   |   |   |   |   |   |   |
| Mariposa, County of    | Keith Williams   | 209-966-2007        | \$78,647  |   |   |   |   |   |   |   |

|                              |                               |              |           |   |   |   |   |  |   |   |
|------------------------------|-------------------------------|--------------|-----------|---|---|---|---|--|---|---|
| Mendocino, County of         | Katrina Bartolomie            | 707-234-6800 | \$330,035 | X | X |   |   |  | X |   |
| Merced, County of            | Patty Hymiller & Mary Goulart | 209-385-7686 | \$398,217 | X |   |   |   |  |   |   |
| Montague, City of            | Sara Kleier                   | 530-459-3030 | \$0.00    |   |   |   |   |  |   | X |
| Nevada, County of            | Sue Horne                     | 530-265-1232 | \$314,488 |   |   |   |   |  |   |   |
| Mount Shasta, City of        | Bruce Pope                    | 530-926-7510 | \$153,766 |   | X |   |   |  | X |   |
| Oroville, City of            | Amy Bergstrand                | 530-538-2584 | \$10,338  |   | X |   |   |  |   | X |
| Pacific Grove, City of       | Terri Schaefer                | 831-648-3182 | \$414,739 | X | X |   |   |  |   | X |
| Placer, County of            | Anne Marie Novotny            | 530-745-3170 | \$353     |   |   |   |   |  |   | X |
| Red Bluff, City of           | Lorie Ann Adams               | 916-449-3944 | \$121,563 |   |   |   |   |  |   | X |
| Rio Dell, City of            | Kyle Knoop                    | 707-764-3532 | \$173,856 |   |   |   |   |  | X |   |
| Riverbank, City of           | Marisela Garcia               | 209-863-7110 | \$83,672  |   |   |   |   |  |   | X |
| San Joaquin, City of         | Elizabeth Nunaz               | 559-693-4311 | \$28,851  |   |   |   |   |  |   |   |
| San Juan Capistrano, City of | Laura Stokes                  | 949-443-6313 | \$331,813 |   |   |   |   |  |   |   |
| Santa Cruz, County of        | Tricia Webber                 | 831-454-2074 | \$30,383  |   |   |   |   |  |   |   |
| Shasta, County of            | Cathy Allen                   | 530-225-5730 | \$0.00    |   |   |   |   |  |   |   |
| Siskiyou, County of          | Elizabeth Nielsen             | 530-842-8012 | \$0.00    |   |   |   |   |  |   |   |
| Solano, County of            | Birgitta Corsello             | 707-784-6100 | \$6,610   |   |   |   |   |  |   |   |
| Soledad, City of             | Brett Slama                   | 831-223-5043 | \$19,408  | X | X |   |   |  |   |   |
| Sonora, City of              | Rachelle Kellogg              | 209-532-3508 | \$319,493 | X | X |   |   |  |   | X |
| South Lake Tahoe, City of    | Hilary Roverud                | 530-542-6024 | \$805,851 |   |   |   |   |  | X |   |
| Susanville, City of          | Jared Hancock                 | 530-252-5110 | \$2,104   |   |   |   | X |  |   | X |
| Sutter, County of            | Bonnie Briscoe                | 530-822-7127 | \$0.00    |   |   |   |   |  |   | X |
| Taft, City of                | Yvette Mayfield               | 661-763-1222 | \$14,157  |   |   |   |   |  |   |   |
| Tehama, City of              | Carolyn Steffan               | 530-384-1501 | \$18,104  |   |   |   |   |  |   |   |
| Tehama, County of            | Bill Goodwin                  | 530-527-4655 | \$8,688   | X |   |   |   |  |   |   |
| Truckee, Town of             | Tony Lashbrook                | 530-582-7700 | \$167,515 |   |   |   |   |  |   | X |
| Tulare, County of            | Karen Mabry                   | 559-624-7076 | \$316,184 |   | X |   |   |  |   |   |
| Tulelake, City of            | Jenny Coelho                  | 530-667-5522 | \$76,924  |   |   | X | X |  |   | X |



|                      |                             |                   |              |   |   |  |   |   |  |   |
|----------------------|-----------------------------|-------------------|--------------|---|---|--|---|---|--|---|
| Tuolumne, County of  | Maureen Frank               | 209-533-5511      | \$76,138     | X |   |  |   |   |  | X |
| Ukiah, City of       | Craig Schlatter             | 707-463-6219      | \$7,906      |   |   |  |   |   |  | X |
| Weed, City of        | Kelly McKinnis              | 530-938-5020      | \$83,474     |   |   |  | X |   |  |   |
| Westmorland, City of | Larry Ritchie               | 760-344-3411      | \$0.00       | X | X |  |   |   |  |   |
| Williams, City of    | Rex Greenbaum               | 530-473-2955 x102 | \$0.00       |   |   |  |   |   |  | X |
| Willits, City of     | Stephanie Garrabrant-Sierra | 707-459-4601      | \$0.00       | X | X |  |   |   |  |   |
| Winters, City of     | John Donlevy                | 530-795-4910      | \$759,149    |   |   |  |   |   |  |   |
| Woodlake, City of    | Ramon Lara                  | 559-564-8055      | \$208,753    |   |   |  |   | X |  |   |
| Yolo, County of      | Mindi Nunes                 | 530-666-8150      | \$0.00       |   |   |  |   |   |  | X |
| Yreka, City of       | Steven W. Baker             | 530-841-2386      | \$0.00       | X | X |  |   |   |  |   |
| Yuba, County of      | Karma Ferguson              | 530-749-5452      | \$1,466,044  |   |   |  |   |   |  |   |
| Calaveras, County of | Albert Alt                  | 209-754-6316      | \$29,078     |   |   |  |   |   |  |   |
| Butte, County of     | Andy Pickett                | 530-552-3300      | \$208,724    |   |   |  |   |   |  |   |
| Colusa, County of    | Rose Gallo-Vasquez          | 530-458-0500      | \$1,052,213  |   |   |  |   |   |  |   |
| Del Norte, County of | Jennifer Perry              | 707-464-7214      | \$17,294     |   |   |  |   |   |  |   |
| Total                |                             |                   | \$16,332,684 |   |   |  |   |   |  |   |