

# REVIEW OF FISCAL YEAR 2021-2022 NOTICE OF FUNDING AVAILABILITY POINTS SYSTEM

Housing Authority Meeting June 21, 2021

## BACKGROUND

- Annual Notice of Funding Availability(NOFA) solicitations
- March 22, 2021 Study Session to review NOFA and new draft Points System
- NOFA published March 29
- Applications due April 16
- Using the Points System, two projects were recommended for funding

# POINTS SYSTEM

- Projects were scored and ranked using the following criteria:
  - Readiness up to 10 points
  - Affordability up to 20 points
  - Bedroom Sizes up to 10 points
  - Special Needs Set Aside Units up to 10 Points
  - Leveraging up to 10 points
  - Project Competitiveness (CDLAC/TCAC/MHP scoring) up to 10 points
  - Developer/Manager Experience up to 15 points
  - Services and Amenities up to 10 points
  - Other Factors up to 5 points

## REVIEW

- Based on feedback from developers and the initial review process using the Points System, staff recommends the following changes:
  - Add Preservation of Units category
  - Possible separate NOFAs for new construction and rehabilitation/preservation
  - Align bedroom size and affordability categories with General Plan Regional Housing Needs Allocation
  - Separate Services and Amenities categories
  - Use Other Factors category for evolving community needs
  - Adjust spread of points possible within categories to distinguish applications that best meet criteria

### **DEVELOPER FEEDBACK**

- Additional and contradictory feedback was received from two developers about bedroom size preferences.
  - Eliminate bedroom size category
  - Amend bedroom size category to allow a maximum score for 25% of the units are 3-bedroom or larger
- Staff recommends using the RHNA to guide bedroom size category preferences.

# HOUSING AUTHORITY FEEDBACK

 Staff requests the Housing Authority feedback and to hear comments from the public and developers related to utilization of the Points System for future NOFAs

### RECOMMENDATION

 It is recommended by the Housing and Community Services Department that the Housing Authority hold a study session to review the Fiscal Year 2021-2022 Notice of Funding Availability process and point system and provide direction for future funding solicitations.

#### DISCUSSION

#### **QUESTIONS?**

8