

# Affordable & Supportive Housing Development Update

Lassen County Health and Social Services

February 14, 2023



#### Outline

- I. Definitions
- II. State Requirements
- III. Lassen County Housing Need
- IV. Activity History
- V. Proposed Project Description
- VI. Next Steps



#### Definitions

#### <u>Affordable Housing</u>:

- The generally accepted measure for housing affordability is spending less than 30% of one's gross household income on housing costs (including utilities, rent or mortgage principal and interest).
- Affordable housing generally focuses on housing for extremely low-, very low-, low-, and moderate-income households. This type of housing generally receives subsidies, either during construction and/or during operations, in order to keep monthly rents and home prices at affordable levels.



#### **Definitions Continued**

#### **Transitional Housing:**

Transitional housing provides temporary housing with supportive services to individuals and families experiencing homelessness with the goal of interim stability and support to successfully move to and maintain permanent housing.

#### **Supportive Housing:**

 Permanent housing in which wrap-around supportive services, such as case management, counseling, education and peer support are provided to tenants to support their self sufficiency.



#### State and Local Guidance

- Action Plan for Preventing and Ending Homelessness in CA
- Lassen County Housing Site Feasibility Study (2018)
- Lassen County's Housing Element (2019-2024)
- Lassen County's Plan to Address Homelessness (2021)



### Housing Need

- There is a critical need for rental housing for all income levels.
- Low-income, seniors and people with disabilities are especially in need.
- There are waiting lists at local affordable housing complexes and for Section 8 vouchers.



#### **Activity History**

- 2016: Gables Project proposal was not approved by the Board
- **September 26, 2017:** Resolution authorizing the acceptance of No Place Like Home (NPLH) technical assistance grant funds.
- March 28, 2018: Lassen County Housing Site Feasibility Study completed by Housing Tools.
- June 12, 2018: Presentation to the Board on the Lassen County Housing Site Feasibility Study.
- July 23, 2019: Resolution authorizing the acceptance of the County noncompetitive allocation award under the NPLH Program.



- June 2019 October 2019: Housing Tools and Lassen County Housing Committee conducts meetings dedicated to developing Lassen County's 10-Year Plan to Address Homelessness.
- November 12, 2019: Community presentation by the County and Housing Tools on housing and homelessness in Lassen County.
- **February 22, 2021:** Lassen County issued an RFQ to solicit affordable housing developers interested in working with the County on a No Place Like Home (NPLH)-funded permanent supportive housing project.



**April 13, 2021:** Lassen County formally selects Danco Communities to partner on an NPLH-funded project.

**April 27, 2021:** Board approval of Lassen County's 10-Year Plan to Address Homelessness.

May 19, 2021: County presentation on Permanent Supportive Housing (PSH) and NPLH with Danco at City Council Meeting.

May 27, 2021: Board approval of Predevelopment MOU with Danco.



- June 2021 December 2021: Danco attempts to purchase property in Susanville for NPLH project.
- January 2022 Final Round of NPLH Funding: Danco unable to apply for NPLH with County due to inability to enter into contract on a property.
- January 2022 Present: County research into feasibility of county-owned properties.
- October 11, 2022: 1<sup>st</sup> Permanent Local Housing Allocation (PLHA) public hearing and approval of resolution authorizing the application and adopting the plan for the PLHA program.



- **November 17, 2022:** 2<sup>nd</sup> Permanent Local Housing Allocation (PLHA) public hearing and approval of resolution authorizing the application and adopting the plan for the PLHA program. Funds to be used for a supportive services reserve for an affordable/supportive housing project.
- **December 20, 2022:** Resolution declaring county property (APNs 105-180-023 and 105-130-001) as Exempt Surplus Land.



#### Proposed Project Description

- Affordable rental housing. Members of the local workforce, such as those who work in the service industry are typically incomeeligible to live in these units.
- Some units will be Permanent Supportive Housing, designed for people with special needs.
- On-site security and supportive services provided by the developer and the County.
- 40% of the units will be restricted to households earning 60% of Area Median Income (AMI) or less.
- 20% of the units will be restricted to households earning 50% of the AMI or less.



#### Lassen Area Median Income (AMI)

• For a family of four, the Lassen AMI is \$73,700.

| Household<br>Size | 1        | 2        | 3        | 4        | 5        |
|-------------------|----------|----------|----------|----------|----------|
| 50%<br>AMI        | \$28,150 | \$32,150 | \$36,150 | \$40,150 | \$43,400 |



#### Permanent Supportive Housing

- An evidence-based practice.
- Is *not* emergency shelter or transitional housing; tenants have a regular rental lease.
- Permanent housing for individuals and families experiencing homelessness.
- Voluntary supportive services on site
  - Employment Services
  - Health Care
  - Independent Living Skills
  - Tenancy Skills



# Affordable Housing Management

- Staffing
- Operating and Replacement Reserves
- Lender and Investor Oversight



# Example Developments

Affordable Housing | The Danco Group (danco-group.com)





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## Next Steps

- Per State regulations, send Notice of Availability to affordable housing developers and sponsors for county property (APNs 105-180-023 and 105-130-001).
- Assess the property.
- Address zoning and CEQA.
- Execute a Deposition Development Agreement (DDA) with developer.



## Next Steps Continued

- Develop draft site plans.
- Present site plans to the Board of Supervisors and to the community.
- Apply for funding.
- Conduct regular community forums (starting in spring of 2023).
  Information to be made available on the Housing & Grants website and Facebook page.



#### Questions?

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