

RESOLUTION NO. 16166

A RESOLUTION OF THE CITY COUNCIL OF REDWOOD CITY 1) AUTHORIZING THE USE OF FUNDS FOR THE AFFORDABLE HOUSING PRESERVATION PROGRAM; AND 2) APPROVING AN APPROPRIATION AMENDMENT TO INCREASE THE HOUSING SUPPORT FUND REVENUE AND EXPENDITURE BUDGETS BY \$890,000 FOR THE PROHOUSING INCENTIVE PILOT PROGRAM GRANT; AND 3) APPROVING AN APPROPRIATION AMENDMENT TO INCREASE THE AFFORDABLE HOUSING IMPACT FEE FUND EXPENDITURE BUDGET BY \$630,000 USING AVAILABLE FUND BALANCE

WHEREAS, on June 27, 2022, the City Council adopted the Anti-Displacement Strategy (ADS), a set of housing policy recommendations to address the housing needs of Redwood City residents most at-risk of displacement due to rising housing costs and limited supply of housing stock affordable to lower-income households; and

WHEREAS, one of the eight recommendations in the ADS was the creation of the Housing Preservation Program (HPP), an over-the-counter, local program accessible to developers to help finance preservation of affordable housing in the City; and

WHEREAS, the ADS recommends use of three funding sources to support the initial round of HPP funding: Permanent Local Housing Allocation (PLHA), a grant program of the California Department of Housing and Community Development (HCD); the Former Redevelopment Agency/Low-Moderate Income Housing Fund (RDA/LMIHF); and the Affordable Housing Impact Fee Fund (AHIF); and

WHEREAS, since adoption of the ADS, staff identified an additional grant opportunity to support the HPP through the Prohousing Incentive Pilot Program (PIP), an HCD program; and

WHEREAS, on February 27, 2023, via Resolution No. 16026, the City Council authorized staff to submit an application to HCD for the PIP, which included the intent to use the full amount of awarded funds to support the HPP; and

WHEREAS, on May 9, 2023, HCD issued a PIP award letter to the City for \$890,000, of which 5 percent may be used for program administration; and

WHEREAS, together with the PLHA and PIP grant funds, there are sufficient funds in the LMIHF and AHIF to support an initial round of HPP of approximately \$6,550,000; and

WHEREAS, on July 24, 2023, via a separate resolution, the City Council established the HPP and took other actions related to administration of the program; and

WHEREAS, appropriation amendments to the Fiscal Year 2023-2024 Budget are required for implementation of the HPP; and

WHEREAS, staff has presented written documentation below which sets forth in particularity the change in revenues and expenditure budgets.

NOW, THEREFORE, BE IT RESOLVED, BY THE CITY COUNCIL OF THE CITY OF REDWOOD CITY AS FOLLOWS:

1. The following stated amounts, as set forth below, are hereby appropriated for fiscal year 2023-2024:

| Summary of Recommended Budget Change by Fund Type | | |
|--|---|---|
| | <u>Revenue</u> <u>s</u> (\$) | <u>Expendit</u> <u>ures</u> (\$) |
| Housing Support Fund (281) | 890,000 | 890,000 |
| Affordable Housing Impact Fee Fund (299) | - | 630,000 |
| Total Revisions | 890,000 | 1,520,000 |

2. The City Council does hereby establish the appropriation revision for Fiscal Year 2023-2024.
3. This Resolution shall be effective immediately upon adoption.

Passed and adopted by the Council of the City of Redwood City at a
Joint City Council/Successor Agency Board/Public Financing Authority Meeting
thereof held on the 24th day of July 2023 by the following votes:

AYES: Aguirre, Eakin, Howard, Martinez Saballos, Sturken, Vice
Mayor Espinoza-Garnica, and Mayor Gee
NOES: None
ABSENT: None
ABSTAINED: None
RECUSED: None



Jeff Gee
Mayor of the City of Redwood City

Attest:



Yessika Castro, CMC, CPMC
Interim City Clerk of Redwood City

I hereby approve the foregoing resolution this
24th day July 2023.



Jeff Gee
Mayor of the City of Redwood City