

1 [Apply for Grant - California Department of Housing and Community Development - Homekey
2 Grant Program - 42 Otis Street - Not to Exceed \$9,409,600]

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

7
8 WHEREAS, The California Department of Housing and Community Development
9 (“Department”) issued a Notice of Funding Availability (“NOFA”) dated March 29, 2023, for
10 Round 3 of the Homekey Program (“Homekey” or “Homekey Program”) pursuant to Health
11 and Safety Code, Section 50675.1.3 (Assem. Bill No. 140 (2021-2022 Reg. Sess.) Section
12 20) on file with the Clerk of the Board of Supervisors in File No. 230741; and

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

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

20 WHEREAS, Under Homekey Round 1, the City and County of San Francisco (“City”)
21 received two Homekey grant awards for two properties that added approximately 362
22 permanent supportive housing units to the City’s existing inventory, a copy of the
23 corresponding authorizing Resolutions are on file with the Clerk of the Board of Supervisors
24 in File No. 201193 and File No. 201268; and

1 WHEREAS, Under Homekey Round 2, the City received four Homekey grant
2 awards for four properties that added approximately 437 permanent supportive housing
3 units to the City’s existing inventory, copies of the corresponding authorizing Resolutions
4 are on file with the Clerk of the Board of Supervisors in File No. 220133, File No. 220885,
5 File No. 221279, and File No. 221170; and

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

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

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

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

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

24 WHEREAS, HSH will submit an application for Homekey funds (“Application”) to the
25 Department for review and consideration; and

1 WHEREAS, In order to be considered for a Homekey grant award, the City must
2 submit an authorizing Resolution approved by the Board of Supervisors with the
3 Application, which is due by July 28, 2023; and

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

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

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

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RECOMMENDED:

/s/_____

Shireen McSpadden
Executive Director
Department of Homelessness and Supportive Housing