



DEPARTMENT OF
HOMELESSNESS AND
SUPPORTIVE HOUSING

Request for Release of Budget and Finance Reserve

Board of Supervisors
Budget and Finance Committee
December 16, 2020

Release of Reserve: Overview

- HSH proposed Prop C spending is allocated among three programs: **affordable housing, shelter and hygiene**, and **homelessness prevention**.
- The adopted budget for HSH in FY 2020-21 includes **\$295.6 million** of Proposition C (November 2018) funds on Budget & Finance Committee Reserve.
- HSH is requesting release of **\$64.2 million** of the total appropriation of \$295.6 million to meet immediate needs

Release of Reserve: HSH Proposed Spending Plan

Affordable Housing (32.8 m)

- PSH services costs for new Homekey Units
- Provide 500 24-month Adult Housing Subsidies
- Expand Flex Pool for Seniors / COVID-vulnerable by 600 units
- TAY Rapid Rehousing expansion for 100 36-month subsidies
- Housing Provider Pay Equity for lower-wage, frontline workers
- HSH Operating Costs

Affordable Housing (All Populations)	FY20-21 Request
Permanent Supportive Housing Services Costs	1.2
Adult Housing Subsidies (24-month subsidies)	10.5
Flex Pool Expansion for Seniors/COVID vulnerable (ongoing)	12.0
Transitional Age Youth (under age 30) Rapid Rehousing Expansion	2.2
Housing Providers Bonus Pay	6.5
HSH Operating Costs	0.4
Affordable Housing Total	32.8

Release of Reserve: HSH Proposed Spending Plan

Shelter & Hygiene (25.9 m)

- Continue operations of COVID-19 Emergency Shelter Sites
- Extend existing Safe Sleep Villages beyond March 2021
- Extension of Shelter in Place (SIP) Hotels
- Shelter Provider Pay Equity for lower-wage, frontline workers

Shelter & Hygiene	FY20-21 Request
COVID-19 Emergency Shelter Sites	5.9
Extend Existing Safe Sleep Villages	5.0
Extension of Shelter in Place Hotels	12.7
Shelter/Hygiene Providers Bonus Pay	2.3
Shelter & Hygiene Total Cost	25.9

Release of Reserve: HSH Proposed Spending Plan

Prevention (5.4 m)

- Problem Solving Plus Emergency Rental Assistance providing up to \$15,000 per client in rental assistance
- Prevention Provider Pay Equity for lower-wage, frontline workers

Prevention	FY20-21 Request
Problem Solving Plus Emergency Rental Assistance	4.1
Prevention Providers Bonus Pay	1.3
Prevention Total Cost	5.4

Release of Reserve: Conclusion

- This request for release of reserve is for immediate needs in **FY20-21**, additional needs will be revisited in the new year
- Agreement there are **immediate needs** that should be addressed through release of reserve
- Agreement to fund housing exits for **Phase 1** and **Phase 2** of the SIP Rehousing Proposal, assuming full amount of funding is released to meet the required exit needs
- Did not reach agreement to fund other **emergency shelter** resources (Moscone West and RV site)
- OCOH Committee did not reach agreement to fully fund **Provider Bonus Pay** for lower-wage, frontline workers