# Mayor's Office of Housing & Community Development and Office of the Mayor





Proposed Budget June 12, 2025













#### MOHCD MISSION

# Support San Franciscans with affordable housing opportunities and essential services to build strong communities.





FY 2024-25 AAO BUDGET **\$196.7 million** 

8

POSITIONS
138

DIVISIONS

Housing

**Community Development** 

Homeownership and Below Market Rate (HBMR)

**Finance and Administration** 

# KEY PERFORMANCE MEASURES

#### **Create permanently affordable housing**

- Number of newly constructed low and moderate-income rental units
- Number of loans or other assistance to first-time homebuyers

#### **Increase housing stability and prevent displacement**

 Number of individuals who received legal counsel, rental assistance, or housing support services to prevent displacement

#### Preserve affordable housing

Number of low and moderate-income rental units rehabilitated or preserved

#### Promote self-sufficiency and increase safety for all

 Number of individuals receiving essential direct services to increase safety and promote self-sufficiency





#### **BUDGET OVERVIEW**

#### **MOHCD FY 23-24**

(most recent complete fiscal year)

**APPROXIMATELY 60%** of MOHCD's budget does not go through the Board's annual budget process (AAO) and is appropriated at other times.

#### FUND SOURCES NOT INCLUDED IN THE AAO:

GO BONDS	FY 23-24: 37% of expenditures
DEVELOPMENT IMPACT FEES	FY 23-24: 12% of expenditures
FEDERAL AND STATE GRANTS	FY 23-24: 7% of expenditures
LOAN REPAYMENTS	FY 23-24: 3% of expenditures
	FY 23-24: 1% of expenditures
(fees supporting bond issuance and monitoring; legal settlements; development agreements)	

## AAO BUDGET MOHCD FY 24-25

#### **TOTAL BUDGET OF \$196.7M, INCLUDING:**

- \$47.3M Housing Trust Fund (HTF)
- **\$46.3M** General Fund grants to CBOs, \$10M of which was one-time
- **\$34.5M** Local Operating Subsidy Program (LOSP)
- **\$20.0M** Residential Vacancy Tax revenue
- \$13.1M renter and homebuyer assistance
- \$9.9M housing impact fees and former SFRA housing assets
- \$9.6M debt service
- **\$9.1M** one-time market-rate housing developer contributions
- \$3.8M payments to other City departments
- **\$3.4M** Cultural Districts

#### MAYOR'S PROPOSED BUDGET

#### **MOHCD FY 25-26**

TOTAL PROPOSED BUDGET OF APPROXIMATELY \$171.6M, a decrease of \$25.1M from FY 24-25.



#### **MAJOR DECREASES INCLUDE:**

**\$20.0M** due to pause in Residential Vacancy Tax

**\$7.4M** fees from market-rate developers

**\$5.3M** HTF housing development

**\$4.8M** net reduction in CBO grants

**\$3.5M** downpayment assistance, now funded by off-budget source

**\$1.2M** GF staff costs

### MAYOR'S PROPOSED BUDGET

#### **MOHCD FY 25-26**

TOTAL PROPOSED BUDGET OF APPROXIMATELY \$171.6M, a decrease of \$25.1M from FY 24-25.

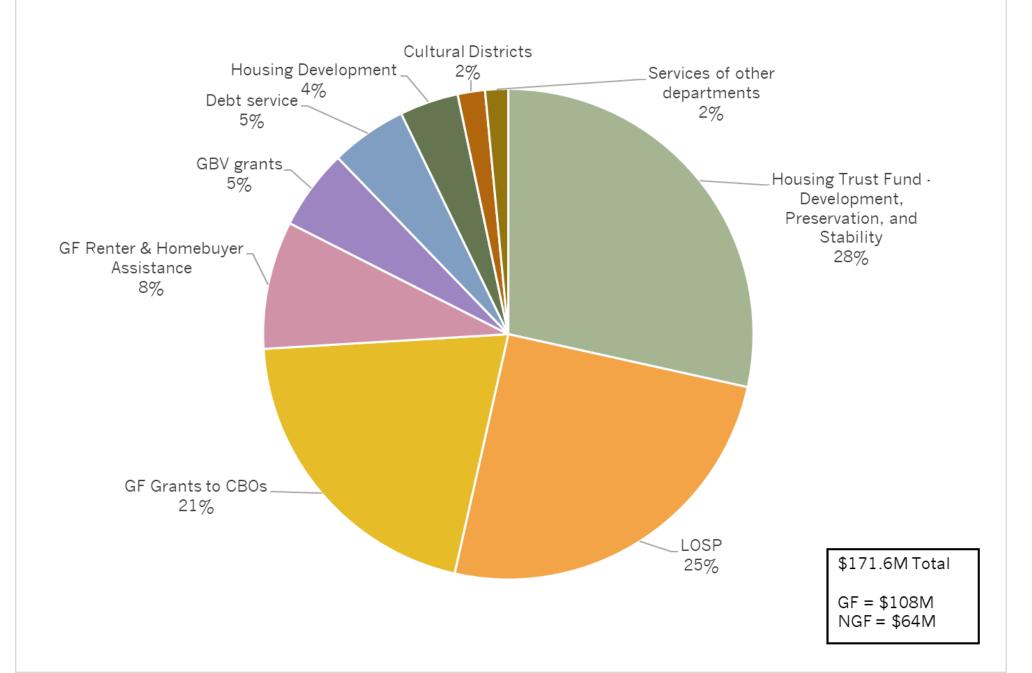


#### **MAJOR INCREASES INCLUDE:**

**\$8.5M** in grants to CBOs previously administered by DOSW

**\$8.5M** increase in LOSP (291 new units)

#### MOHCD FY25-26 Proposed Budget by Work Area



#### MAYOR'S PROPOSED BUDGET

#### **MOHCD FY 26-27**

#### TOTAL PROPOSED BUDGET OF APPROXIMATELY \$192.9M, an increase of \$21.3M from FY 25-26



#### **MAJOR INCREASES INCLUDE:**

**\$8.2M** for Affordable Housing Opportunity Fund project-based rental subsidies (November 2024 Prop G)

**\$5.3M** increase in LOSP (82 new units)

**\$3.6M** increase in debt service

**\$2.4M** increase in Housing Trust Fund per Charter

## Mayor's Budget Instructions - Round 1

#### **\$8.7M** target reduction:

- \$3.5M moved GF Downpayment Assistance to an off-budget source
- \$1M deleted all positions vacant as of January 2025 (11 FTE) and removed all attrition savings. Many positions were offbudget, resulting in a net GF savings of \$998,322
- \$4.2M reduction in GF CBO grants in alignment with the Community Development division's recent RFP process. Discontinued funding for general legal services, community building, and financial capability services program areas.



## Mayor's Budget Instructions – Round 2

#### **\$2.1M** additional target reduction:

- \$1M shifted 4 FTE from project-based General Fund to Housing Trust Fund
- \$1.5M assumed SFHA reimburses City for City employees assigned to SFHA starting in FY26-27
- Positions deleted two additional offbudget positions, both vacated in February 2025



### **Staffing Summary**



## 13 vacant positions have been deleted, reducing MOHCD's approved FTE from 138 to 125

Now at 6 FTE above the FY19-21 budget, all from transfers of function.

- FY22-23, 4 FTE transferred from CON to MOHCD related to staffing at the San Francisco Housing Authority.
- FY24-25, 2 FTE transferred from DOSW to MOHCD to support gender-based violence prevention grants.

#### 2 vacant FTE:

- 0903 repurposed to HOPE SF Director vacated 2/8/25
- 1823 Data Analyst vacated 2/24/25

# MAYOR'S OFFICE OVERVIEW

**THE MAYOR'S ADMINISTRATION** supports the Office of the Mayor through policy, budget, communications, and some constituent services.



FY 2025-26 BUDGET

\$11.4 million



**POSITIONS** 

**47** 

DIVISIONS

Mayor

**Policy** 

**Budget** 

**Communications & Public Affairs** 

**Administrative & Operations** 

## MAYOR'S OFFICE **BUDGET SUMMARY**

SPENDING CATEGORY	FY 24-25 (Current Year)	FY 25-26	FY 26-27
Salaries and Benefits	8.8	9.2	9.5
Non-Personnel, Projects, Materials, and Supplies	1.3	1.4	1.4
Services of Other Departments	0.8	0.8	0.8
TOTAL	\$10.9 million	\$11.4 million	\$11.8 million

**Proposed Budget for FY 25-26 & FY 26-27** includes salary and benefit increases due to MOU changes and minimal citywide workorder changes.













### **THANK YOU**

#### **DKI Overview**

MOHCD proposes to continue DKI programs at the same level as FY24-25, utilizing other fund sources.

	<b>A</b> mount	FY24-25 Source	FY25-26 Source
Staffing	3 FTE	General Fund	Housing Trust Fund & Hotel Tax
Downpayment Assistance	\$3,500,000	General Fund	GO Bond Loan Repayments
CBO Grant, Homeownership Readiness	\$100,000	General Fund	General Fund

