No Place Like Home (NPLH)

Advisory Committee Meeting June 29, 2020



California Department of Housing and Community Development



Agenda

- NPLH Overview
- Program Accomplishments
 - Alternative Process County Funds
 - HCD Awards
- Proposed Guideline Amendments



NPLH Background

- Signed into law on July 1, 2016.
- Authorization of up to \$2 billion in bond proceeds to invest in the development of permanent supportive housing for persons who are in need of mental health services and are experiencing homelessness, chronic homelessness, or who are at risk of chronic homelessness.
- The bonds are repaid through Mental Health Services Act revenues of up to \$140 million.
- Voters approved Proposition 2 in November 2018.



Summary: NPLH in a Nutshell

CIFORI	
Investment:	 Authorization of up to \$2 billion in funding \$1.8 billion Competitive/Alternative Program \$190 million Noncompetitive/Over-the-Counter \$6.2 Million in Technical Assistance Grants
Applicants:	Counties (alone or may partner w/housing development sponsor)
Beneficiaries:	Adults with serious mental illness, children with severe emotional disorders and their families, and persons who, among other things, require or are at risk of requiring acute psychiatric inpatient care, residential treatment, or outpatient crisis intervention who are: • Homelessness • Chronically Homeless • At-risk of Chronic Homelessness
Program Goals:	 Addressing the Need Deep targeting of hardest to house Expanding pool of developers serving these populations De-concentration and Integration



How NPLH Funds Are Allocated and Distributed



Counties

Process

Alternative

 Funds allocated directly to counties with at least 5% of the state's homeless population AND that demonstrate capacity to

administer

program funds.

Noncompetitive Allocation Funds

Includes a share of

Competitive

 Funds distributed through a competitive process for non-APC counties announced through an annual Notice of Funding Availability

Non-Competitive

Awarded over-the counter to projects proportionate to the number of homeless persons within each county, with a minimum of \$500,000 available in each County.
 Can be combined with Competitive Allocation funds

Balance of State



NOFA/Award Activities to Date

<u>August 2018</u> – Noncompetitive Allocation OTC NOFA \$190 million

October 2018 – Round 1 Competitive Allocation NOFA approx. \$400 million.

March 2019 – First APC awards

<u>June 2019</u> – Remainder of Round 1 Awards

<u>September 2019</u> – Round 2 Competitive Allocation NOFA approx. \$622 million

February 2020 - Round 2 APC Awards

June 2020 – Balance of State Round 2 awards

October 2020 – Anticipated Round 3 NOFA Release



Funds Awarded By HCD* (March 2019 - June 30, 2020)

Round 1		Round 2	Total	
APC Counties	329,783,872	427,919,022**	757,702,894	
Balance of State	179,538,033	195,159,350	374,697,383	
Total	\$509,321,905	\$623,078,372	\$1,132,400,277	

^{*} Includes both Competitive Allocation and Noncompetitive Allocation funds

^{* *} Includes advances to APCs of Round 3 funds



APC Accomplishments to Date

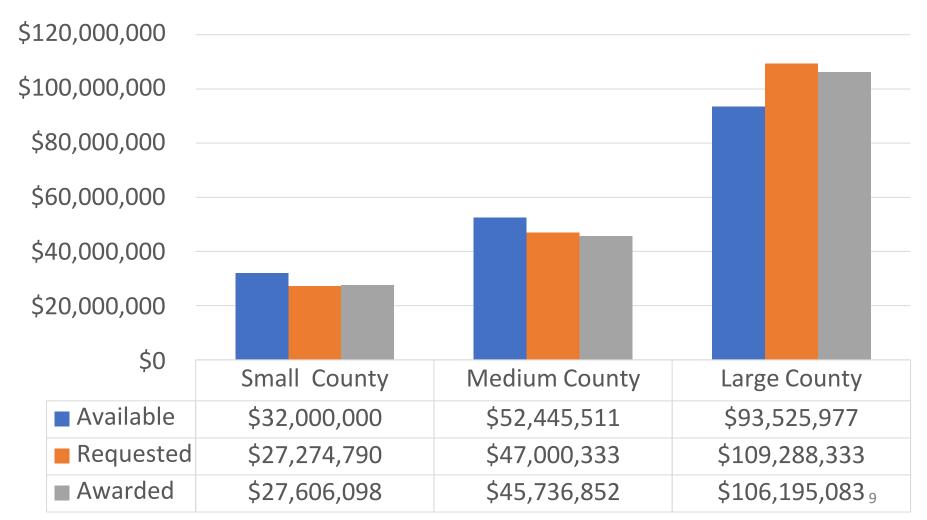
County	Awarded	Disbursed	% Disbursed	First Loan Closing	NPLH Unit Totals /Draws to Date*
Los Angeles	\$540,949,581	\$146,003,000	27%	April 2020	613
San Diego	\$80,782,887	\$33,122,573	41%	Dec 2019	109
San Francisco	\$64,270,753	\$27,769,645	43%	Feb 2020	127
Santa Clara	\$71,699,673	\$0		Est. August 2020	

* Estimated Total Project Units: 2,117 for Draws to Date



Balance of State Accomplishments to Date

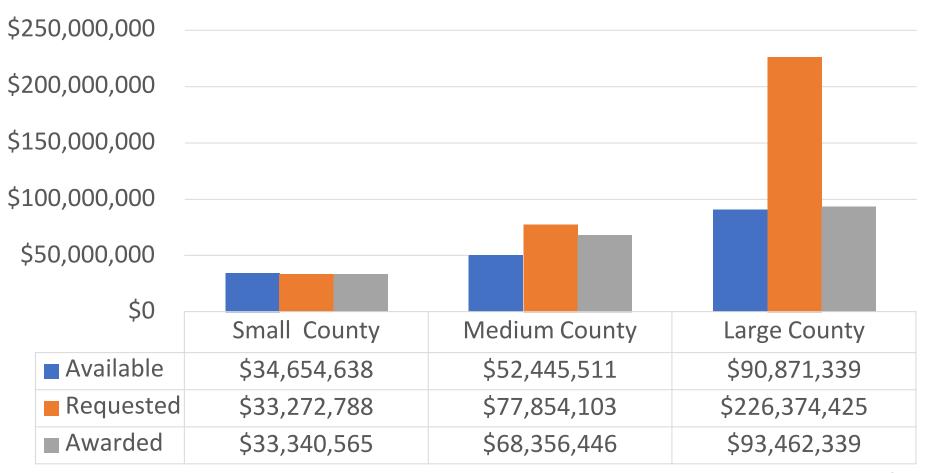
Round 1 Awards





Balance of State Accomplishments to Date

Round 2 Awards





- Previous Guideline Amendments
 - Round 1 adopted July 2017
 - Round 2 adopted September 2019
- Round 3 Guidelines Amendments
 - Public comments accepted through July 27, 2020
 - Amendments finalized October 2020
- Round 3 NOFA released in October
- Submit comments to <u>NPLH@hcd.ca.gov</u>



Eliminate the Noncompetitive Expenditure Deadline to Synchronize Existing Program Timelines.

- Current NCA expenditure deadline August 15, 2023
- Eliminating deadline will:
 - Facilitate construction loan closings
 - Eliminate conflict with current longer Perm loan closing deadline
 - 72 months from award with possibility of 24 mo. extension



Deadline to Submit Plan to Combat Homelessness

- Eliminates Feb 15, 2021 deadline for submitting this Plan
- Clarifies that Plan must by submitted no later than with first project application
- Some Counties may be applying for first time after
 Feb 15, 2021 as part of a Round 4 application

Comments?





Clarify the program's integration requirements for projects receiving NPLH funds.

- NPLH Units shall be integrated with other units in a funded project
- Not restricted to separate floors, common areas, legal parcels, or other areas or portions of the project
- Includes projects that may be presented under different configurations to different funders, but which are actually the same project.



Clarify funds awarded to the Alternate Process Counties by the Department are grants

- APCs 5% or more of the statewide homeless population
- Responsible for NPLH project selection, underwriting, lending, and long-term monitoring in accordance with approved Method of Distribution and underwriting standards
- HCD block grants to APC; APC lends to individual projects



Technical Clean-Up

Makes a minor technical correction to statutory citation in Section 100 (a) referencing required definitions.

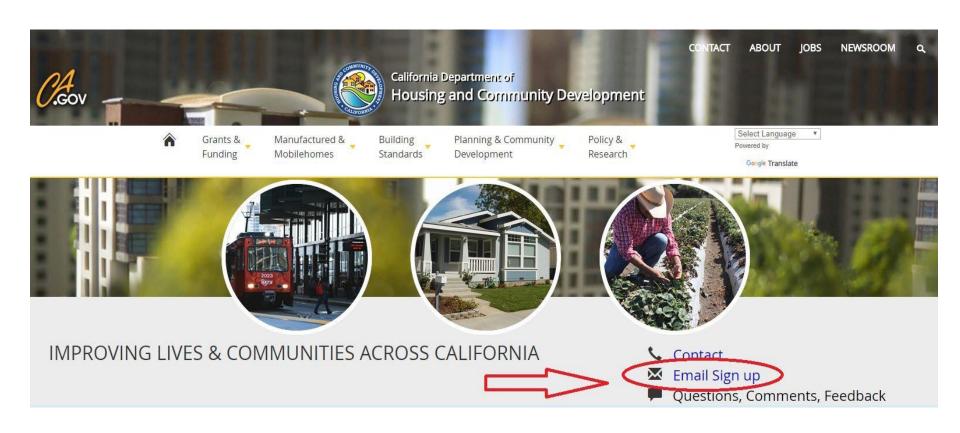
Comments?





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