

*Before the Board of Supervisors in and for the
County of Monterey, State of California*

Resolution No.: 22-170

Resolution of the Board of Supervisors of the)
County of Monterey establishing and)
providing initial funding of the Monterey)
County Housing Trust Fund)

WHEREAS, the Board of Supervisors of the County of Monterey wishes to establish the Monterey County Housing Trust Fund (MCHTF) to help facilitate affordable housing development; and

WHEREAS, the County of Monterey initially committed \$500,000 to the Monterey Bay Economic Partnership (“MBEP”) to establish the Monterey Bay Housing Trust (“MBHT”); and

WHEREAS, the MBHT is limited to short-term, pre-development and acquisition loans and the need for developers in Monterey County is long-term construction and permanent financing; and

WHEREAS, the County and MBEP have determined there is a need to establish a new Local Housing Trust Fund to complement the MBHT; and

WHEREAS, the State of California, Department of Housing and Community Development issued a Notice of Funding Availability (“NOFA”) dated April 5, 2022 under the Local Housing Trust Fund (“LHTF”) Program; and

WHEREAS, State of California, Department of Housing and Community Development is authorized to provide up to \$57 million under the LHTF Program from the Veterans and affordable Housing Bond Act of 2018 (Proposition 1) (as described in Health and Safety Code Section 50842.2 et seq. (Chapter 365, Statutes of 2017 (SB3)) (“Program”); and

WHEREAS, the NOFA is an incentive to establish a LHTF to capitalize the opportunity to augment local funds with state funding; and

WHEREAS, the County of Monterey is eligible to apply for a New Local Housing Trust Fund and administer one or more eligible activities using Program Funds; and

WHEREAS, the County intends to submit a New Local Housing Trust Fund Application in the amount of \$1,608,230 no later than the deadline of May 25, 2022.

WHEREAS, the County has already allocated \$200,000 of Unit 001-3100-8542-HCD001 from FY2021/22 American Rescue Plan Act of 2021 to Fund 013, Balance Sheet Account 2690.

NOW, THEREFORE, based on the above recitals, findings and the administrative record, the Board of Supervisors of the County of Monterey resolve as follows:

- a. The Housing and Community Development Department shall establish by separate Resolution the Monterey County Housing Trust Fund Program Guidelines that provide that the purpose of the housing trust fund is to assist in the creation of affordable housing within the unincorporated area of the County of Monterey and that all funds will be expended only for eligible projects consistent with all program requirements, Standard Agreements, H&S Section 50842.2 and Local Housing Trust Fund Program Guidelines.
- b. The Housing and Community Development Department shall establish an account to serve as the Monterey County Housing Trust Fund upon award of Local Housing Trust Fund Program funding from the California Housing and Community Development Department. Upon award and adoption of the FY2022/23 Recommended Budget, assignments to Fund 013, Balance Sheet Account 2690 shall occur, as follows:
 1. Assign \$370,000 Fund 001 Balance Sheet Account 2099 recaptured from the Monterey Bay Housing Trust.
 2. Assign \$200,000 of Unit 001-3100-8542-HCD001 from the FY2022/23 General Fund Augmentation.
 3. Assign \$100,000 of Unit 009-3100-8544-HCD003 (Inclusionary Housing) in loan repayments.
 4. Assign \$125,000 of Unit 175-3100-8547-HCD006 (Castroville-Pajaro Redevelopment Housing Successor Agency).
 5. Assign \$13,230 of Available Fund Balance (Boronda Redevelopment Housing Successor Agency).

BE IT FURTHER RESOLVED, the Board of Supervisors of the County of Monterey resolve that upon award of Local Housing Trust Fund Program funding from the California Housing and Community Development Department and adoption of the FY2022/23 Recommended Budget, appropriate, assign and/or allocate to Fund 013, Balance Sheet Account 2690 shall occur, as follows:

1. Assign \$600,000 from 001-3100-HCD001-8542,
2. Allocate all loan principal and interest payments and inclusionary in-lieu fees deposited into Unit 009-3100-8544-HCD003 (Inclusionary Housing) for a period of four years beginning in FY2022/2023 towards the capital base of the MCLHTF.
3. Allocate all loan principal and interest payments deposited into Unit 175-3100-8547-HCD006 for a period of four years beginning in FY2022/2023 towards the capital base of the MCLHTF.

4. Allocate all potential future loan principal and interest payments deposited into Unit 176-3100-8548-HCD006 for a period of four years beginning in FY2022/2023 towards the capital base of the MCLHTF.

PASSED AND ADOPTED on this 17th day of May 2022, by roll call vote:

AYES: Supervisors Alejo, Phillips, Lopez, Askew and Adams

NOES: None

ABSENT: None

(Government Code 54953)

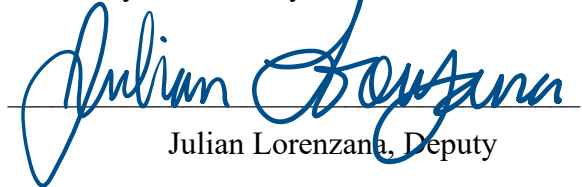
I, Valerie Ralph, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 82 for the meeting May 17, 2022.

Dated: May 20, 2022

File ID: RES 22-100

Agenda Item No.: 41

Valerie Ralph, Clerk of the Board of Supervisors
County of Monterey, State of California



Julian Lorenzana, Deputy