



Amendment to the Housing Trust Fund

City Council Meeting – October 17, 2023

Background

Long Beach Municipal Code (LBMC) Chapter 3.92 – Housing Trust Fund

- On October 11, 2005, the City Council approved the creation of a Housing Trust Fund (HTF).
- When established, the goals of the HTF were to utilize its funds to help meet the housing needs of the City's extremely low and above moderate-income households by providing housing assistance and homeownership opportunities.
- To qualify for matching funds from the State, the City must now modify the goal populations of the HTF.



Housing and Community Development - Local HTF Program

- The California Department of Housing and Community Development's (HCD) Local Housing Trust Fund (LHTF) Program provides matching funds to local and regional housing trust funds dedicated to the creation, rehabilitation, or preservation of affordable housing, transitional housing and emergency shelters.



Housing and Community Development - Local HTF Program (cont.)

- Eligible program fund uses include:
 - Construction loans and/or permanent financing loans to pay for costs associated with development or rehabilitation of affordable rental housing projects, emergency shelters, permanent supportive housing, transitional housing;
 - Affordable homebuyer/homeowner projects, including assistance to income-eligible households to purchase for-sale units; and,
 - The construction, conversion, or rehabilitation of Accessory Dwelling Units (ADUs) or Junior ADUs.

Amendments to City HTF Eligible Uses of Funds

City of Long Beach HTF

- **Not less than 50%** of funds shall be expended on assistance to **Extremely Low-Income** Households (no more than 30% AMI)
- **Not less than 50%** of funds shall be expended on assistance to Above **Moderate-Income Households** (between 120%-150% AMI)



HCD LHTF Program

- **At least 30%** of the Program Funds shall be expended on assistance to **Extremely Low-Income** Households (no more than 30% AMI)
- **No more than 20%** of the Program Funds shall be expended on assistance to **Moderate-Income** Households (no more than 120% AMI)
- **Remaining Program Funds** shall be expended on assistance to **Lower-Income** Households (no more than 80% AMI)

Recommendation

Direct the City Attorney to prepare an Ordinance amending the provisions of the Housing Trust Fund to comply with the regulations of the California Department of Housing and Community Development's Local Housing Trust Fund Program. (Citywide)





Thank you

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