

CITY OF SANTA ANA
JULY 1, 2018 – JUNE 30, 2019

ANNUAL ACTION PLAN
UPDATE

City of Santa Ana
2018-2019

Table of Contents

| | |
|---|---------------|
| AP-05 Executive Summary | Page 1 |
| PR-05 Lead & Responsible Agencies | Page 5 |
| AP-10 Consultation | Page 6 |
| AP-12 Participation | Page 10 |
| AP-15 Expected Resources | Page 11 |
| AP-20 Annual Goals and Objectives | Page 15 |
| AP-35 Projects Introduction | Page 19 |
| AP-38 Projects Summary | Page 21 |
| AP-50 Geographic Distribution | Page 30 |
| AP-55 Affordable Housing | Page 32 |
| AP-60 Public Housing | Page 34 |
| AP-65 Homeless and Other Special Needs Activities | Page 35 |
| AP-75 Barriers to Affordable Housing | Page 38 |
| AP-85 Other Actions | Page 40 |
| AP-90 Program Specific Requirements | Page 44 |
| Attachments | Pages 45 - 63 |

Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

The Annual Plan outlines housing, community and economic development needs, priorities, strategies, and projects that will be undertaken by the City of Santa Ana with the funds that the City receives from the U.S. Department of Housing and Urban Development (HUD). As an entitlement jurisdiction, the City receives an annual share of federal Community Development Block Grant (CDBG,) Emergency Solutions (ESG) and HOME Program funds. In order to receive these entitlements, the City must submit a Consolidated Plan every five years to HUD and an Annual Action Plan every year. The funds are intended to provide low- to moderate-income households with affordable housing, a healthy and safe living environment, and expanded economic opportunities. Eligible activities include community facilities and improvements, housing rehabilitation and preservation, development activities, public services, economic development, planning, and program administration.

2. Summarize the objectives and outcomes identified in the Plan

This could be a restatement of items or a table listed elsewhere in the plan or a reference to another location. It may also contain any essential items from the housing and homeless needs assessment, the housing market analysis or the strategic plan.

The City of Santa Ana's mission statement asserts, "To deliver efficient public services in partnership with our community which ensures public safety, a prosperous economic environment, opportunities for our youth, and a high quality of life for residents."

The Strategic Plan proposes strategies and programs that focus on Santa Ana's mission statement, address community priority needs, and also HUD's statutory goals. Related to this mission statement are a series of City goals including:

- Community Safety
- Youth, Education, Recreation
- Economic Development
- City Financial Stability
- Community Health, Livability, Engagement and Sustainability
- Community Facilities and Infrastructure
- Team Santa Ana

The City has various needs. The principal needs are: 1) affordable housing through production, rehabilitation/repair, and financial assistance; 2) public improvements to improve neighborhoods; 3)

housing for persons with special needs; 4) assistance for individuals experiencing homelessness, including housing, services and homelessness prevention; 5) community and public services especially for youth, the elderly, homeless, and persons with disabilities; 6) economic development and anti-poverty programs focused primarily upon job training and career preparation; 7) public facility and infrastructure improvements centered upon accessibility improvements; and 8) code enforcement.

The strategies described herein establish Santa Ana's priorities for assisting low- to moderate-income families and neighborhoods with funds made available through the Consolidated Plan. The affordable housing and development needs of a community significantly outweigh the resources available to address those needs. Therefore, it is necessary to prioritize the use of available funds to the highest and best use to meet the most pressing needs for affordable housing, individuals experiencing homelessness, persons with special needs, and overall community development.

The priorities were selected based on a review and analysis of the information summarized in the Consolidated Plan/Annual Plan, following the community participation process, consultations, the needs assessment, and housing market analysis. Strategies are designed to meet the highest priority needs that are based on past performance and best practices of communities with similar programs. Only projects that clearly demonstrate the capacity to serve one of the priorities below will receive funding through the Consolidated Plan/Annual Plan.

The majority of CDBG activities are selected based on eligibility and need. All organizations requesting CDBG funds for public services, through a formal application process, must demonstrate that the activity benefits low- and moderate- income (LMI) persons. The organizations requesting ESG funds also applied through a formal application process. They were each judged on their ability to carry out the requirements of the program which provides assistance to homeless individuals and families.

3. Evaluation of past performance

This is an evaluation of past performance that helped lead the grantee to choose its goals or projects.

This is an evaluation of past performance that helped lead the grantee to choose its goals or projects.

The City has used the resources provided by HUD to the best of its ability and has been successful in meeting HUD's objectives over the preceding years.

Components of the City's system of care carried out during the report period included outreach, supportive services, homelessness prevention, emergency shelter, transitional housing, and access to permanent housing. The needs of individuals experiencing homelessness with special needs (e.g., victims of domestic violence, Veteran's, and chronic homeless) were also addressed by the County's CoC system. These program efforts helped address priority needs identified in the City's Annual Plan.

Various programs, including the Workforce Innovation and Opportunity Act resources, addressed employment training and job placement needs. The State designated Enterprise Zone and the City's business attraction and retention programs also provided economic opportunities to residents.

In order to meet the changing needs of the community, the City supported public services and public facility improvement projects. Public services for lower income youth and seniors help stabilize households by providing services such as recreation and nutrition programs.

The City recognizes that the City's annual entitlement and formula allocations are not sufficient to meet all of its needs and therefore seeks to maximize coordination and cooperation among agencies and organizations to make the best use of these limited funds. Also, the City recognizes that leveraging resources is critical to achieving the City's goals. The City continues to cultivate funding partners who can match the City's investment of CDBG, HOME, and ESG Program funds. The need remains great, and additional funds are sought to ensure that more affordable housing and important programs and activities are available for those in need.

4. Summary of Citizen Participation Process and consultation process

Summary from citizen participation section of plan.

The City employs diverse methods to encourage on-going participation from residents, community service providers, and existing and potential community development partners. The participation process for the Annual Plan included public notices; a 30-day public comment period; public hearings; and consultation with non-profits, City staff, and housing providers.

5. Summary of public comments

This could be a brief narrative summary or reference an attached document from the Citizen Participation section of the Con Plan.

The City was prepared to receive all comments that were offered and to integrate them in the Annual Action Plan. No public comments were received.

6. Summary of comments or views not accepted and the reasons for not accepting them

There were no comments submitted.

7. Summary

The City was prepared to receive all comments that were offered and integrated them in the Annual Action Plan. No public comments were received.

PR-05 Lead & Responsible Agencies – 91.200(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

Describe the agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

| Agency Role | Name | Department/Agency |
|--------------------|-------------|------------------------------|
| CDBG Administrator | SANTA ANA | Community Development Agency |
| HOME Administrator | SANTA ANA | Community Development Agency |
| ESG Administrator | SANTA ANA | Community Development Agency |

Table 1 – Responsible Agencies

Narrative (optional)

Consolidated Plan Public Contact Information

Judson Brown, Housing Division Manager

Community Development Agency

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Santa Ana, CA 92702

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jbrown@santa-ana.org

AP-10 Consultation – 91.100, 91.200(b), 91.215(I)

1. Introduction

The United States Department of Housing and Urban Development (HUD) now requires that entitlement jurisdictions submit the Annual Action Plan and the Five-Year Consolidated Plan through the Integrated Disbursement and Information System (IDIS). The IDIS template contains relevant section and a series of questions to complete the plan. The City of Santa Ana's 2018-2019 Annual Action Plan was developed using the IDIS template and in accordance with statutory requirements and federal regulations. In addition, the City consulted with residents, non-profit organizations, public housing agencies, and the Continuum of Care in preparing this Annual Action Plan.

Provide a concise summary of the jurisdiction's activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(I))

The City of Santa Ana has its own Housing Authority and works collaboratively on all programs. Housing Authority and City staff meet quarterly with County Mental Health workers in addition to sitting on various committees together with other local cities and service agencies.

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.

2-1-1 Orange County is the County's lead with the Coordinated Entry System as well as the Homeless Management Information System (HMIS). Each sub-recipient that the City funds is required to participate in this system. With the establishment of the Coordinated Entry System, organizations are required to lower their barriers to entry and adopt a Housing First model. Street Outreach Teams are administering the Vulnerability Index - Service Prioritization Decision Assistance Tool (VI-SPDAT) to help in the placement of housing. City staff are active on several of the Continuum's sub-committees and the Continuum of Care's governing board.

Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

Since 1998, The County of Orange has managed a comprehensive, coordinated, and a regional Continuum of Care (CoC) strategy that includes participation of all 34 cities in the County, including homeless housing and service providers, community groups, faith-based groups, interested business leaders, schools, and other stakeholders to identify the gaps and unmet needs of the individuals in the County experiencing homelessness. Needs and priorities for the individuals in the County experiencing homelessness continue to be identified through the CoC system of care. City staff participate on several

sub-committees within the Continuum of Care and coordinates on a variety of projects. Additionally, the Orange County ESG grantees (County of Orange, City of Anaheim, City of Garden Grove, and the City of Santa Ana) have developed the Orange County ESG Collaborative as a unified approach to requesting, reviewing and funding ESG sub recipients. This collaborative approach has streamlined the application and review process and allowed grantees to better understand the impacts of funding decisions. Future Collaborative efforts will include unified invoice and monitoring forms and other actions to better serve our families who are experiencing or are at-risk of homelessness.

2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdiction’s consultations with housing, social service agencies and other entities

Table 2 – Agencies, groups, organizations who participated

| | | |
|---|--|---|
| 1 | Agency/Group/Organization | HOUSING AUTHORITY OF THE CITY OF SANTA ANA |
| | Agency/Group/Organization Type | PHA Other government - County Other government - Local Civic Leaders 211 OC Continuum of Care |
| | What section of the Plan was addressed by Consultation? | Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy |
| | Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination? | The Housing Authority of the City of Santa Ana provided data and feedback regarding the sections of the Annual Action Plan listed above. The anticipated outcomes of the consultation is the improvement of coordination and collaboration to address the needs for individuals and families experiencing homelessness. |

Identify any Agency Types not consulted and provide rationale for not consulting

All relevant agencies were consulted for the development of the Annual Action Plan.

Other local/regional/state/federal planning efforts considered when preparing the Plan

| Name of Plan | Lead Organization | How do the goals of your Strategic Plan overlap with the goals of each plan? |
|---------------------|--------------------------|--|
| Continuum of Care | 2-1-1 Orange County | The City of Santa Ana works closely with the Continuum of Care to ensure that activities in the City are consistent with the goals of the Continuum. |

Table 3 – Other local / regional / federal planning efforts

Narrative (optional)

AP-12 Participation – 91.105, 91.200(c)

**1. Summary of citizen participation process/Efforts made to broaden citizen participation
Summarize citizen participation process and how it impacted goal-setting**

The planning and citizen participation activities for fiscal year July 1, 2018–June 30, 2019 began in December, 2017.

The Annual Action Plan (AAP) was available for a 30-day public comment period from March 28, 2018 until May 15, 2018. During this time, residents could review and submit comments and recommendations on the draft Annual Action Plan. The City ensures that all Public Hearings are held at times and locations convenient to the public.

The AAP was made available online and in hard copy at the City of Santa Ana.

The Community Redevelopment and Housing Commission held a public hearing on April 11, 2018. The public hearing was announced in the local newspapers on March 28, 2018. On May 1 and on May 15, 2018, the Annual Action Plan was placed on the City Council meeting agenda.

Citizen Participation Outreach

| Sort Order | Mode of Outreach | Target of Outreach | Summary of response/attendance | Summary of comments received | Summary of comments not accepted and reasons | URL (if applicable) |
|------------|------------------|--------------------|-----------------------------------|-----------------------------------|--|---------------------|
| 1 | Public Hearing | Citywide | No public comments were received. | No public comments were received. | | |
| 2 | Newspaper Ad | Citywide | No public comments were received. | No public comments were received. | | |

Table 4 – Citizen Participation Outreach

Expected Resources

AP-15 Expected Resources – 91.220(c)(1,2)

Introduction

Santa Ana, like many jurisdictions, is faced with the challenging task of meeting increasing needs with fluctuating and/or decreasing federal and state resources. The figures shown in the table below reflect the HUD anticipated allocations for FY 18-19. The figure for “Expected Amount Available Remainder of ConPlan” anticipates a slight decrease in funding using the 2018 allocation amounts and projecting those amounts over the two remaining years covered by the Consolidated Plan.

If there are further funding cuts to any of the three programs over the coming years, the City will adjust accordingly and craft the Annual Action Plan to reflect actual funding.

Anticipated Resources

| Program | Source of Funds | Uses of Funds | Expected Amount Available Year 1 | | | | Expected Amount Available Remainder of ConPlan \$ | Narrative Description |
|---------|------------------|--|----------------------------------|--------------------|--------------------------|-----------|---|--|
| | | | Annual Allocation: \$ | Program Income: \$ | Prior Year Resources: \$ | Total: \$ | | |
| CDBG | public - federal | Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services | 5,816,959 | 0 | 0 | 5,816,959 | 10,568,478 | 20% Admin and Fair Housing Services, 15% Public Services |

| Program | Source of Funds | Uses of Funds | Expected Amount Available Year 1 | | | | Expected Amount Available Remainder of ConPlan \$ | Narrative Description |
|---------|------------------|--|----------------------------------|--------------------|--------------------------|-----------|---|---|
| | | | Annual Allocation: \$ | Program Income: \$ | Prior Year Resources: \$ | Total: \$ | | |
| HOME | public - federal | Acquisition Homebuyer assistance Homeowner rehab Multifamily rental new construction Multifamily rental rehab New construction for ownership TBRA | 1,783,004 | 0 | 0 | 1,783,004 | 2,415,884 | 10% Admin |
| ESG | public - federal | Conversion and rehab for transitional housing Financial Assistance Overnight shelter Rapid re-housing (rental assistance) Rental Assistance Services Transitional housing | 475,700 | 0 | 0 | 475,700 | 490,186 | 7.5% Admin, 60% Maximum Street Outreach and Shelter |

Table 5 - Expected Resources – Priority Table

Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied

The City recognizes that the City's annual entitlement is not sufficient to meet all of the needs of the community. It is therefore important to leverage resources to achieve the goals of the City. The City works diligently with private, state and local partners to leverage the City's

investment of CDBG, HOME and ESG funds.

For the ESG program, matching requirements are passed to sub-recipients who demonstrate matching dollars prior to funding as well as at each quarterly invoice. ESG funds are leveraged by working with the OC Collaborative and considering other funding opportunities for various programs for the homeless population. This will include leveraging with both Housing Choice Voucher Program funding and HOME funds in FY 18-19.

The City administration recognizes that the City's annual entitlement and formula allocations are not sufficient to meet all of its needs, and that leveraging resources is critical to achieving the City's goals. The City continues to cultivate funding partners who can match the City's investment of CDBG, HOME, and ESG funds. The need remains great, and additional funds are sought to ensure that more affordable housing and important programs and activities are available for those in need. To that end the City seeks funds from the State and grants from other entities, both public and private.

Matching requirements have been satisfied with other eligible financial resources and/or in-kind services, and the City will continue to seek this type of matching as well as financial matches.

If appropriate, describe publically owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

The City's Housing Authority currently owns 6 parcels previously held by the former Redevelopment Agency. Some of these parcels have been identified to address the needs within this five-year Consolidated Plan. Those identified parcels will be developed by the City through a competitive proposal process for interested parties.

The City acquired properties with CDBG funding in FY 2015-16 that are currently under development for two new parks. The parks are the 6th and Lacy Park and the Raitt and Myrtle Park. The 6th and Lacy Park is anticipated to use a State of California Housing-Related Parks Program grant and be completed in FY 2019-20. The Raitt and Myrtle Park will utilize CDBG funding for the design and construction.

Discussion

NA

Annual Goals and Objectives

AP-20 Annual Goals and Objectives

Goals Summary Information

| Sort Order | Goal Name | Start Year | End Year | Category | Geographic Area | Needs Addressed | Funding | Goal Outcome Indicator |
|------------|----------------------------------|------------|----------|--------------------|-----------------|-----------------------|--|--|
| 1 | Affordable Housing Opportunities | 2015 | 2019 | Affordable Housing | Citywide | Housing Opportunities | CDBG: \$1,000,000 HOME: \$1,604,704 | Rental units constructed: 10 Household Housing Unit Rental units rehabilitated: 2 Household Housing Unit Homeowner Housing Rehabilitated: 7 Household Housing Unit Direct Financial Assistance to Homebuyers: 2 Households Assisted |

| Sort Order | Goal Name | Start Year | End Year | Category | Geographic Area | Needs Addressed | Funding | Goal Outcome Indicator |
|------------|-----------------------------------|------------|----------|--|-----------------|----------------------------------|----------------------|--|
| 2 | Homeless Activities | 2015 | 2019 | Homeless | Citywide | Homeless Services | ESG: \$475,700 | Tenant-based rental assistance / Rapid Rehousing: 36 Households Assisted Homeless Person Overnight Shelter: 200 Persons Assisted Overnight/Emergency Shelter/Transitional Housing Beds added: 140 Beds Homelessness Prevention: 38 Persons Assisted Housing for Homeless added: 75 Household Housing Unit Other: 1270 Other |
| 3 | Public Service Programs | 2015 | 2019 | Homeless Non-Homeless Special Needs Non-Housing Community Development | Citywide | Public Service Programs | CDBG: \$872,543 | Public service activities other than Low/Moderate Income Housing Benefit: 8000 Persons Assisted |
| 4 | Economic Development Activities | 2015 | 2019 | Non-Housing Community Development | Citywide | Economic Development | CDBG: \$72,926 | Businesses assisted: 11 Businesses Assisted |
| 5 | Public Facilities/Infrastructures | 2015 | 2019 | Non-Housing Community Development | Citywide | Public Facilities/Infrastructure | CDBG: \$1,892,455 | Other: 2 Other |

| Sort Order | Goal Name | Start Year | End Year | Category | Geographic Area | Needs Addressed | Funding | Goal Outcome Indicator |
|------------|----------------------|------------|----------|-----------------------------------|------------------------------|---|--|--|
| 6 | Support Fair Housing | 2015 | 2019 | Non-Housing Community Development | Citywide | Fair Housing | CDBG: \$62,241 | Other: 1 Other |
| 7 | Code Enforcement | 2015 | 2019 | Affordable Housing | Low-and Moderate-Income area | Code Enforcement | CDBG: \$815,644 | Housing Code Enforcement/Foreclosed Property Care: 3000 Household Housing Unit |
| 8 | Administration | 2015 | 2019 | Administration | Citywide | Public Service Programs Code Enforcement Housing Opportunities Homeless Services Economic Development Fair Housing Public Facilities/Infrastructure | CDBG: \$1,101,150 HOME: \$178,300 ESG: \$35,677 | Other: 2 Other |

Table 6 – Goals Summary

Goal Descriptions

| | | |
|---|------------------|----------------------------------|
| 1 | Goal Name | Affordable Housing Opportunities |
| | Goal Description | |
| 2 | Goal Name | Homeless Activities |
| | Goal Description | |

| | | |
|----------|-------------------------|-----------------------------------|
| 3 | Goal Name | Public Service Programs |
| | Goal Description | |
| 4 | Goal Name | Economic Development Activities |
| | Goal Description | |
| 5 | Goal Name | Public Facilities/Infrastructures |
| | Goal Description | |
| 6 | Goal Name | Support Fair Housing |
| | Goal Description | |
| 7 | Goal Name | Code Enforcement |
| | Goal Description | |
| 8 | Goal Name | Administration |
| | Goal Description | |

Projects

AP-35 Projects – 91.220(d)

Introduction

The development of the Annual Action Plan involved consultation with those agencies involved in delivering housing and homeless services within the City of Santa Ana, as noted in section PR-10. In addition, there were public meetings conducted with appropriate housing and social service agencies regarding the housing needs of children, elderly persons, persons with disabilities, and individuals experiencing homelessness.

The 2018 Annual Plan sets forth a description of activities for the use of funds that will become available during the coming fiscal year, determines goals for individuals and households to be served, and describes the implementation plan and geographic location of the activities to be undertaken.

Projects

| # | Project Name |
|----|--|
| 1 | HOME18 - Admin |
| 2 | HOME18 - Single Family Rehab |
| 3 | HOME18 - CHDO |
| 4 | HOME18 - Affordable Rental Housing |
| 5 | ESG18-Santa Ana |
| 6 | CDBG18-ADMINISTRATION |
| 7 | CDBG18-FAIR HOUSING |
| 8 | CDBG18-CODE ENFORCEMENT |
| 9 | CDBG18-ECONOMIC DEVELOPMENT |
| 10 | CDBG18-PUBLIC SERVICE PROGRAMS |
| 11 | CDBG18-PARK IMPROVEMENTS |
| 12 | CDBG18-STREET IMPROVEMENTS |
| 13 | CDBG18-NEIGHBORHOOD SPONSORED IMPROVEMENTS |
| 14 | CDBG18-SINGLE FAMILY REHAB |
| 15 | CDBG18-MULTI FAMILY REHAB |
| 16 | CDBG18-HOMEBUYER DOWN PAYMENT ASSISTANCE |

Table 7 - Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

These projects are deemed to be of the highest priority and meet the greatest need. The chief obstacle to meeting these needs is a lack of resources to provide a greater level of assistance.

AP-38 Project Summary
Project Summary Information

| | | |
|---|--|---|
| 1 | Project Name | HOME18 - Admin |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities Administration |
| | Needs Addressed | Housing Opportunities |
| | Funding | HOME: \$178,300 |
| | Description | HOME funds utilized to cover administrative costs for the HOME program. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 2 | Project Name | HOME18 - Single Family Rehab |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities |
| | Needs Addressed | Housing Opportunities |
| | Funding | HOME: \$100,000 |
| | Description | HOME funds will be used for mobile home and single family rehab projects for qualified households within the City of Santa Ana. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | HOME Funds will be used to finance the rehabilitation of owner-occupied single family homes and mobile homes for residential properties to address code, health and safety issue in accordance with the HOME program. |
| | Location Description | |
| | Planned Activities | |
| 3 | Project Name | HOME18 - CHDO |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities |
| | Needs Addressed | Housing Opportunities |

| | | |
|----------|--|---|
| | Funding | HOME: \$267,451 |
| | Description | Funds will be used for CHDO-qualified projects within the City of Santa Ana. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 4 | Project Name | HOME18 - Affordable Rental Housing |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities |
| | Needs Addressed | Housing Opportunities |
| | Funding | HOME: \$1,237,253 |
| | Description | HOME funds will be used for eligible activities related to new construction or acquisition and rehabilitation of affordable rental housing in the City of Santa Ana |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 5 | Project Name | ESG18-Santa Ana |
| | Target Area | Citywide |
| | Goals Supported | Homeless Activities Administration |
| | Needs Addressed | Housing Opportunities Homeless Services |
| | Funding | ESG: \$475,700 |
| | Description | Emergency Solutions Grant project activities and oversight. |

| | | |
|---|--|---|
| | Target Date | 6/30/2019 |
| | Estimate the number and type of families that will benefit from the proposed activities | The City recently completed a Point In Time Count which showed 1617 individuals experiencing homelessness in Santa Ana. This number represents an increase of 121% unsheltered individuals from the January 2017 PIT Count. It is our desire that all of these individuals receive assistance they made need from either their city of origin, or by the City's proposed activities. The largest category of assistance will include Street Outreach and Engagement which is identified in this report at "Other" on the goals outcome chart. Additionally, individuals and families may benefit from rapid re-housing, homeless prevention and shelter activities. |
| | Location Description | Activities will be provided citywide. |
| | Planned Activities | Through contracts with non-profit homeless service providers, planned activities include: Street Outreach, Homeless Prevention, Rapid Re-Housing, Shelter, HMIS Data Collection. The City of Santa Ana will administer the program. The City will use Housing Authority project based vouchers and VASH vouchers for the rehabilitation and development of three projects for individuals experiencing homelessness. These include the Santa Ana Veteran's Village and Aqua Housing. Over 130 individuals will be housed once all three projects are completed. |
| 6 | Project Name | CDBG18-ADMINISTRATION |
| | Target Area | Citywide |
| | Goals Supported | Administration |
| | Needs Addressed | Housing Opportunities Homeless Services Public Service Programs Public Facilities/Infrastructure Economic Development Code Enforcement Fair Housing |
| | Funding | CDBG: \$1,101,150 |
| | Description | The program will provide for the overall administration of the CDBG Program, to include: preparation and submission of required contracts with HUD, submission of all reporting requirements, provision of individual project oversight, monitoring of all project implementation and ongoing completion, and fiscal management and oversight. |
| | Target Date | |

| | | |
|----------|--|--|
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 7 | Project Name | CDBG18-FAIR HOUSING |
| | Target Area | Citywide |
| | Goals Supported | Support Fair Housing |
| | Needs Addressed | Fair Housing |
| | Funding | CDBG: \$62,241 |
| | Description | The program will provide fair housing enforcement, community education, landlord /tenant counseling/mediation services and city administrative support for the residents of the City of Santa Ana. |
| | Target Date | 6/30/2019 |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 8 | Project Name | CDBG18-CODE ENFORCEMENT |
| | Target Area | Low-and Moderate-Income area |
| | Goals Supported | Code Enforcement |
| | Needs Addressed | Code Enforcement |
| | Funding | CDBG: \$815,644 |
| | Description | Preserve single family and multifamily housing stock. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |

| | | |
|----|--|--|
| | Location Description | |
| | Planned Activities | |
| 9 | Project Name | CDBG18-ECONOMIC DEVELOPMENT |
| | Target Area | Citywide |
| | Goals Supported | Economic Development Activities |
| | Needs Addressed | Economic Development |
| | Funding | CDBG: \$72,926 |
| | Description | Provide economic development assistance to businesses. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 10 | Project Name | CDBG18-PUBLIC SERVICE PROGRAMS |
| | Target Area | Citywide |
| | Goals Supported | Public Service Programs |
| | Needs Addressed | Public Service Programs |
| | Funding | CDBG: \$872,543 |
| | Description | Provide programs for the elderly, youth, persons with disabilities, and low income individuals. |
| | Target Date | 6/30/2019 |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | Fund nonprofit organizations to provide eligible public services with an emphasis on crime prevention, intervention, suppression for children, youth and families. Nonprofits will be determined through a CDBG Application Process. |
| | Project Name | CDBG18-PARK IMPROVEMENTS |

| | | |
|----|--|--|
| 11 | Target Area | Low-and Moderate-Income area |
| | Goals Supported | Public Facilities/Infrastructures |
| | Needs Addressed | Public Facilities/Infrastructure |
| | Funding | CDBG: \$921,227 |
| | Description | Park improvements in a low income area of the City. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 12 | Project Name | CDBG18-STREET IMPROVEMENTS |
| | Target Area | Low-and Moderate-Income area |
| | Goals Supported | Public Facilities/Infrastructures |
| | Needs Addressed | Public Facilities/Infrastructure |
| | Funding | CDBG: \$921,228 |
| | Description | Residential street improvements will be undertaken in an CDBG eligible area. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 13 | Project Name | CDBG18-NEIGHBORHOOD SPONSORED IMPROVEMENTS |
| | Target Area | Low-and Moderate-Income area |
| | Goals Supported | Public Facilities/Infrastructures |
| | Needs Addressed | Public Facilities/Infrastructure |
| | Funding | CDBG: \$50,000 |

| | | |
|-----------|--|---|
| | Description | Street light upgrades and bullet shield light protectors to enhance the safety and accessibility of public right of way locations in CDBG eligible areas. |
| | Target Date | 6/30/2019 |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 14 | Project Name | CDBG18-SINGLE FAMILY REHAB |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities |
| | Needs Addressed | Housing Opportunities |
| | Funding | CDBG: \$650,000 |
| | Description | Owner-occupied housing rehabilitation. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 15 | Project Name | CDBG18-MULTI FAMILY REHAB |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities |
| | Needs Addressed | Housing Opportunities |
| | Funding | CDBG: \$150,000 |
| | Description | Renter-occupied housing rehabilitation. |
| | Target Date | |

| | | |
|-----------|--|---|
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |
| 16 | Project Name | CDBG18-HOMEBUYER DOWN PAYMENT ASSISTANCE |
| | Target Area | Citywide |
| | Goals Supported | Affordable Housing Opportunities |
| | Needs Addressed | Housing Opportunities |
| | Funding | CDBG: \$200,000 |
| | Description | Provide first-time homebuyer down payment assistance. |
| | Target Date | |
| | Estimate the number and type of families that will benefit from the proposed activities | |
| | Location Description | |
| | Planned Activities | |

AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

HUD-funded activities are limited to the City’s low-and moderate-income areas, which encompasses the majority of the City’s residential areas. Areas of the City outside of the CDBG target areas will benefit from activities that are limited-clientele in nature, i.e., a person/household can benefit from a federally-assisted program provided that they meet the program’s eligibility criteria. Eligibility is typically established by household income and household size.

CDBG program funds will be expended based on program criteria. For example, public services will be available on a citywide basis for qualified beneficiaries; fair housing and program administration activities will also be carried out on a citywide basis. Housing code enforcement and community development projects (i.e. street and park improvement projects) will be carried out in the City’s low-and moderate-income areas; i.e., areas of the City where the majority of residents meet HUD’s low- and moderate-income area definition.

HOME funds will be utilized to support housing acquisition, new construction and rehabilitation activities for very low-income homeowners and tenants.

ESG funding will be used to support programs that help prevent homelessness or that assist those individuals who are already homeless with emergency/transitional housing and related outreach and engagement supportive services.

Geographic Distribution

| Target Area | Percentage of Funds |
|------------------------------|----------------------------|
| Low-and Moderate-Income area | 39 |
| Citywide | 61 |

Table 8 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

Funds are used city-wide to benefit the residents of the City of Santa Ana. Code enforcement, street improvements, and park improvements are undertaken in Low-and Moderate-Income areas.

Discussion

Affordable Housing

AP-55 Affordable Housing – 91.220(g)

Introduction

As noted earlier, the most important impediment to providing affordable housing is due to limited Federal and State resources for affordable housing initiatives. The lack of programs and resources to reduce excessive rent or mortgage burdens to qualified persons is a key factor.

Another barrier to providing affordable housing in Santa Ana is the high cost of housing created by a demand for housing, both existing and new, which exceeds the current supply. Housing prices, both ownership and rental, remain high, especially for lower income households.

In addition, the cost of site acquisition is very high, and development costs are also very high. These factors make affordable housing construction expensive and put affordable housing out of the reach of low-income households.

The Housing Needs Assessment also identified that stringent criteria in the mortgage origination process still remains, which also is outside the scope and control of City policy. In some instances, issues revolving around personal finances (lack of funds for a down payment, poor credit history) effect the availability of affordable housing for Santa Ana residents.

In an effort to mitigate these barriers, Santa Ana has undertaken the following actions:

- In 2015, the City Council revised and adopted an inclusionary housing ordinance referred to as the Housing Opportunity Ordinance (HOO) applies to residential projects with a zone change that allow residential development where such uses were not previously allowed, and include more than 5 units, to provide either 10% of all new units to be affordable to very-low income households or 15% of all new units to be affordable to low-income households.
- The City utilized limited public resources to fund the development and/or the acquisition and rehabilitation of rental housing units. This public assistance will result in lower rents for assisted units thus partially offsetting the impacts of some of the barriers listed above.
- The City's Housing Authority conducted outreach to rental property owners to encourage participation in the Housing Choice Voucher Program.

| One Year Goals for the Number of Households to be Supported | |
|--|-----|
| Homeless | 300 |
| Non-Homeless | 447 |
| Special-Needs | 0 |
| Total | 747 |

Table 9 - One Year Goals for Affordable Housing by Support Requirement

| One Year Goals for the Number of Households Supported Through | |
|--|-------|
| Rental Assistance | 2,600 |
| The Production of New Units | 131 |
| Rehab of Existing Units | 0 |
| Acquisition of Existing Units | 0 |
| Total | 2,731 |

Table 10 - One Year Goals for Affordable Housing by Support Type

Discussion

Aqua Housing - An acquisition and demolition project of an underutilized, blighted motel site to construct 56 permanent supportive housing units for chronically homeless individuals. The project includes 12 studios and 44 one-bedroom units with wrap-around supportive services.

Santa Ana Veteran's Village - The new construction of 75 permanent supportive housing units for homeless veterans. The project includes 70 one-bedroom and 5 two-bedroom units with wrap-around supportive services.

The City was just awarded with an additional 100 VASH vouchers. An RFP will be released in the summer of 2018 with hopes that a project will be selected and will break ground in 2019.

AP-60 Public Housing – 91.220(h)

Introduction

The Housing Authority of the City of Santa Ana administers 2,699 Housing Choice Vouchers and does not own or operate any low-income public housing units. It is the mission of the Housing Authority to provide affordable housing for the most vulnerable members of our community to use as a platform to obtain self-sufficiency and independence from our assistance.

Actions planned during the next year to address the needs to public housing

Not Applicable

Actions to encourage public housing residents to become more involved in management and participate in homeownership

Not Applicable

If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance

Not Applicable

Discussion

AP-65 Homeless and Other Special Needs Activities – 91.220(I)

Introduction

The needs of individuals experiencing homelessness and persons with special needs are complex and require a wide range of specialized services. Numerous agencies are typically involved in the care of these individuals, providing distinct services such as housing, mental health counseling, employment training, and case management services. A number of activities and services are funded to help the needs of individuals experiencing homelessness and other special needs populations. Overall, these services address the high priority of reducing homelessness and the threat of becoming homeless, as well as providing necessary supportive services.

There are several groups that have a higher need for affordable housing and have special housing needs. Seniors, people with disabilities, and the individuals who are chronically homeless are more likely to face housing problems and have difficulty affording housing. Seniors and people with disabilities also have a need for accessible housing, whether for new housing, rehabilitated existing housing, or the adaptation of the housing they currently occupy. In addition to general challenges, seniors may have supportive needs resulting from dementia and increasing physical debilitation from dementia and increasing physical debilitation.

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

The one-year goals to reduce and end homelessness include:

- Continue partnerships with non-profit Street Outreach teams,
- Increase the supply of permanent supportive housing
- Preserve existing permanent supportive housing
- Adapt existing housing to meet the needs of special needs populations
- Improve access to services for individuals with special needs
- Assist the individuals who are homeless and those individuals at risk of homelessness with access to permanent affordable housing and necessary supportive services
- Coordinate homeless services and encourage collaboration among Homeless Service Providers and the Continuum of Care.
- Work with the County of Orange and the 33 cities in Orange County to address homelessness with regional efforts.

The one-year actions to be taken include:

- Issue Project-Based Vouchers for Permanent Supportive Housing VASH vouchers for Veterans

experiencing homelessness.

- Reserve 50% of Santa Ana Housing Authority turnover vouchers for homeless individuals referred by approved referral agencies
- Provide financial assistance to coordinate homeless service efforts in the city's most densely populated homeless area.
- Provide General Funds from the City's budget to fund a Homeless Services Manager as well as other creative programming.

Addressing the emergency shelter and transitional housing needs of homeless persons

The County of Orange operates a year-round emergency shelter in the Civic Center of Santa Ana that provides safe sleep and emergency shelter for over 400 individuals each night, and food and supportive services for over 600 individuals on a daily basis. The ESG funded HEART outreach team, City Net and Illumination Foundation organizations provide outreach and engagement services in and around the shelter as well as other locations in the City. The County also runs an emergency cold-weather shelter in Santa Ana during the winter for approximately 200 individuals. In addition to these shelters, the one-year actions will address the needs of individuals who are homeless that includes unaccompanied women, victims of domestic violence, chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth. The range of services include emergency shelter, transitional housing and permanent supportive housing. ESG funds will provide assistance for street outreach services, homeless prevention and rapid re-housing.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

The City supports a number of programs to assist low-income individuals and families to avoid becoming homeless, including Section 8 Housing Choice vouchers. Other support services, such as job and training assistance, food assistance, and counseling are also available to help individuals recover from homelessness and to avoid becoming homeless. The City works closely with the Continuum of Care who provides oversight for the Vulnerability Index - Service Prioritization Decision Assistance Tool (VI-SPDAT) to prioritize the most vulnerable chronically homeless individuals. Case management services are offered in all programs to help prevent individuals from falling back into homelessness.

In addition, the Housing Authority of the City of Santa Ana has recently been awarded VASH project-based vouchers for permanent supportive housing for Veterans experiencing homelessness. These 100 vouchers are in addition to the current Vouchers with two projects already in the pipeline. An RFP will be released shortly for these additional vouchers.

Helping low-income individuals and families avoid becoming homeless, especially extremely

low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs.

The goals listed above will help these individuals and families to avoid becoming homelessness. The ESG program will fund homelessness prevention programs including utility and security deposit assistance as well as rental assistance. The HEART program, funded by ESG provides bus tickets for individuals interested in returning to their home; often following a release from a correctional facility. Additionally, the County of Orange is equipped to serve people discharged from publicly funded institutions or systems of care such as health care facilities or correction programs.

Discussion

AP-75 Barriers to affordable housing – 91.220(j)

Introduction:

Through vehicles such as zoning ordinances, subdivision controls, permit systems, and housing codes and standards, the City has attempted to ensure the health, safety, and quality of life of its residents while minimizing the barriers that may impede the development of affordable housing. None of these measures is intended to restrict the affordability of housing, though these regulations may on occasion influence the pricing of housing.

Impediments to affordable housing revolves around the lack of income of the City residents. Additionally, the lack of programs and resources to reduce excessive rent or mortgage burdens to individuals is key. The City does all that it can with the limited resources available to maintain and produce affordable housing for both owners and renters. Home rehabilitation and home ownerships programs are both available. The City's Work Center and Economic Development programs work to retain, expand, train and attract individuals and businesses to the City.

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

The City has identified several barriers to the development of affordable housing including the following:

- Governmental constraints such as property taxes, land-use controls (e.g., density and zoning restrictions), building codes, building permit fees, on-site/off-site improvement, prevailing wage regulations, and ADA compliance.
- Market constraints including the availability, cost, and competition for land. Other constraints include limited affordable housing financing sources, finance costs, and the costs of construction.
- Available land in the City mostly consists of small parcels that must be assembled for significant new construction projects. Relocation costs and housing replacement requirements for redeveloping improved properties also presents barriers to the development of affordable housing.
- The region's rents have continued to increase. Higher rents limited the ability of some low-income households to obtain affordable housing. Households with poor credit history are also severely impacted.

Since governmental restrictions may constrain the production of affordable housing, the City of Santa Ana continues to monitor, analyze and address, as necessary, governmental regulations, land use controls and residential development standards that affect the production and preservation of

affordable housing.

The Housing Needs Assessment also identified stringent criteria in the mortgage origination process that continues to this day even after the 2010 foreclosure crisis has ended, which also is outside the scope and control of City policy. In some instances, issues revolving around personal finances (lack of down payment, credit history, employment history) affect the availability of affordable housing for residents. Market factors that tend to restrict affordable housing production are: high land costs, high construction costs, and the availability of financing.

In an effort to mitigate these barriers, the City of Santa Ana has undertaken the following actions:

- City Council adopted an inclusionary housing ordinance referred to as the Housing Opportunity Ordinance (HOO) that requires either 10% or 15% of all new units in Santa Ana to be affordable to very low- and low-income households.
- The City utilizes limited public resources to fund the development and/or the acquisition and rehabilitation of rental housing units. This public assistance will result in lower rents for assisted units thus partially offsetting the impacts of some of the barriers listed above.
- The City's Housing Authority conducts outreach to rental property owners to encourage participation in the rental assistance program.

Discussion:

AP-85 Other Actions – 91.220(k)

Introduction:

The City of Santa Ana will undertake many activities aimed at addressing the needs of the community's underserved populations. Underserved individuals include elderly, persons with a disability, youth, homeless, veterans and very low-income individuals.

Actions planned to address obstacles to meeting underserved needs

In order to serve the underserved populations, the City will focus limited resources toward rehabilitating existing housing units and expanding the number of affordable housing units for both owners and renters. Housing rehabilitation and acquisition/development of new rental housing units are examples of these activities. The city and local nonprofits will continue to provide services for underserved City residents. Social services to be funded will include programs with an emphasis on crime prevention, intervention and suppression for children, youth and families. Programs to service homeless individuals include Permanent Supportive Housing, rapid rehousing, homeless prevention, shelter and street outreach. By focusing resources on housing and community needs identified as high priority, the City will be able to utilize limited resources more efficiently.

When available, Santa Ana will seek out additional resources beyond federal and state funds to address these needs.

Actions planned to foster and maintain affordable housing

In an effort to maintain and foster affordable housing, Santa Ana will continue to seek ways to achieve this objective. These will include programs and activities such as:

- Implement the recently revised inclusionary housing ordinance referred to as the Housing Opportunity Ordinance (HOO.) This ordinance applies to residential projects with a zone change that allow residential development where such uses were not previously allowed, and include more than 5 units, to provide either 10% of all new units to be affordable to very-low income households or 15% of all new units to be affordable to low-income households. Developers also have an option to pay an in-lieu fee which will go towards affordable housing development within the City of Santa Ana.
- Use limited public resources to fund the development and/or the acquisition and rehabilitation of rental housing units. This public assistance will result in lower rents for assisted units thus partially offsetting the impacts of some of the barriers listed above.
- Collaborate with CHDOs to help ensure long-term affordability and maintenance of housing units.
- Continue the Housing Authority's outreach to rental property owners to encourage participation

- in the rental assistance program.
- Issue project-based vouchers for permanent supportive housing.

Actions planned to reduce lead-based paint hazards

In an effort to address the problems caused by lead exposure, the City of Santa Ana has implemented a lead paint hazard identification and notification process as part of its housing programs. This process has been designed to comply with HUD's lead-based paint hazard regulations (Title X), which became effective in September 2000, and was implemented by Santa Ana in January 2002.

All owner-occupied housing units rehabilitated or constructed prior to 1979 are inspected for lead-based paint hazards. If the inspection finds potential lead-based paint hazards, the subject property is tested – the average cost per test is \$450. The procedures to comply with Title X has added approximately 30 days to the typical housing rehabilitation project.

Actions planned to reduce the number of poverty-level families

The objectives and strategies of this Plan are focused on reducing the number of families in poverty, improving the quality of life for the lowest-income, most vulnerable families and individuals, and lessening the impacts of poverty. Strategies include providing affordable housing and special needs housing; working to reducing homelessness; improving public facilities and streets; and economic development.

The transition of people above the poverty line involves a variety of policies and programs that extend beyond providing opportunities for employment at a living wage. Access to education, transportation, childcare, and housing are key components that can assist persons to secure and retain economically self-sustaining employment.

The City will employ a variety of strategies to help alleviate poverty, including efforts to stimulate economic growth and job opportunities, and to provide Santa Ana residents with the skills and abilities required to take advantage of those opportunities. More specifically, the City will undertake a range of activities and services to combat poverty including:

- Expand affordable housing opportunities through housing rehabilitation, rental assistance, and creation of new affordable housing units (via new construction and/or acquisition/rehabilitation).
- Provide homeless assistance including prevention activities, emergency shelter, transitional housing, and access to permanent supportive housing opportunities. Supportive services will be blended with these activities.
- Enforce public safety to prevent criminals from victimizing the poor.
- Implement public facility improvements to improve the overall infrastructure of the City and eliminate public improvements/infrastructure that negatively impacts residential

neighborhoods.

- Provide job training, job-search skills and job placement to provide individuals living in poverty with employment opportunities that pay higher wages.
- Promote and provide recreation and diversion services which provide youth living in poverty with alternatives to gang-related criminal activities.
- The Housing Authority will continue to implement the Family Self-Sufficiency (FSS) program, which will provide rental assistance, life skills training and referrals to employment training for Housing Choice Voucher Program participants.

Actions planned to develop institutional structure

The City of Santa Ana will strengthen institutional structures and enhance coordination between public and private housing and social service agencies, and foster assisted housing improvements and resident initiatives. The City works closely with local institutions to initiate programs that link economic incentives with neighborhood and community development objectives, including building relationships with neighborhood associations, community-based lending agencies, nonprofits, and educational institutions. The City also supports programs aimed at enhancing coordination among various City departments. The City will continue to utilize a network of referrals, contacts and partnerships to implement the strategies outlined in the Consolidated Plan.

In the area of housing, the City will continue to build its relationship with local housing providers such as private developers, nonprofit developers, and neighboring housing authorities, to ensure that limited housing resources are utilized in the most efficient and effective manner possible. The City also will continue to participate in the regional Continuum of Care as board members and on subcommittees in order to coordinate with neighboring jurisdictions to reduce homelessness in our community.

Actions planned to enhance coordination between public and private housing and social service agencies

Additionally, the Orange County ESG grantees (County of Orange, City of Anaheim, City of Garden Grove, and the City of Santa Ana) have developed the Orange County ESG Collaborative as a unified approach to request, review and fund ESG sub recipients throughout the County and in each jurisdiction. This collaborative approach has streamlined the application and review process and allowed the grantees to better understand the impacts of funding decisions. Future Collaborative efforts will include unified invoice and monitoring forms and other actions to better serve our homeless and at-risk of homeless families. City staff serve on the Continuum of Care Board, subcommittees and are involved in several regional efforts.

Public agencies, nonprofit organizations, and other service agencies all play an integral role in the provision of affordable housing and support services.

Discussion:

Program Specific Requirements

AP-90 Program Specific Requirements – 91.220(I)(1,2,4)

Introduction:

Community Development Block Grant Program (CDBG) Reference 24 CFR 91.220(I)(1)

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

| | |
|--|----------|
| 1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed | 0 |
| 2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan. | 0 |
| 3. The amount of surplus funds from urban renewal settlements | 0 |
| 4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan | 0 |
| 5. The amount of income from float-funded activities | 0 |
| Total Program Income: | 0 |

Other CDBG Requirements

| | |
|---|---------|
| 1. The amount of urgent need activities | 0 |
| 2. The estimated percentage of CDBG funds that will be used for activities that benefit persons of low and moderate income. Overall Benefit - A consecutive period of one, two or three years may be used to determine that a minimum overall benefit of 70% of CDBG funds is used to benefit persons of low and moderate income. Specify the years covered that include this Annual Action Plan. | 100.00% |

HOME Investment Partnership Program (HOME) Reference 24 CFR 91.220(I)(2)

1. A description of other forms of investment being used beyond those identified in Section 92.205 is as follows:

The City of Santa Ana does not use HOME funds in any other manner than those described in Section 92.205(b).

2. A description of the guidelines that will be used for resale or recapture of HOME funds when used
Annual Action Plan 41
2018-2019

for homebuyer activities as required in 92.254, is as follows:

Not Applicable

3. A description of the guidelines for resale or recapture that ensures the affordability of units acquired with HOME funds? See 24 CFR 92.254(a)(4) are as follows:

Not Applicable

4. Plans for using HOME funds to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds along with a description of the refinancing guidelines required that will be used under 24 CFR 92.206(b), are as follows:

The City of Santa Ana has no plans to use HOME funds for this purpose.

Emergency Solutions Grant (ESG) Reference 91.220(l)(4)

1. Include written standards for providing ESG assistance (may include as attachment)

Emergency Solutions Grant Program funds will be used for eligible activities under five program components: street outreach, emergency shelter, homelessness prevention, rapid re-housing assistance, and Homeless Management Information System (HMIS) costs, as well as allowable administrative costs and activities. ESG applications go through an open and transparent proposal process. The Community Development Agency is responsible for ensuring that the ESG Program is implemented in accordance with all federal rules and regulations.

2. If the Continuum of Care has established centralized or coordinated assessment system that meets HUD requirements, describe that centralized or coordinated assessment system.

The County of Orange in collaboration with the CoC, the OC Commission to End Homelessness, and other ESG entitlement jurisdictions including the City, will utilize assessment and evaluation instruments developed in consultation with the HMIS lead agency and previously funded HPRP grantees. The County ensures ongoing coordination of program design and eligibility standards. The City provides funding to 2-1-1 Orange County, the County's Continuum of Care administrator of the HMIS data entry system. Again in FY 18/19, funding will be provided for HMIS data, Coordinated Entry and technical assistance. 2-1-1 Orange County also administers the Vulnerability Index - Service Prioritization Decision Assistance Tool (VI-SPDAT) to prioritize chronically homeless individuals for affordable housing opportunities.

3. Identify the process for making sub-awards and describe how the ESG allocation available to private nonprofit organizations (including community and faith-based organizations).

In FY 17/18, the Orange County ESG Collaborative (County of Orange, City of Anaheim, City of Garden Grove, and the City of Santa Ana) released one Request for Proposals as a unified approach to request, review and fund ESG sub recipients. Any 501 (c)(3) organization in good standing was able to submit a request for funding for eligible ESG activities. The application had a renewable option that was exercised for FY18/19 ESG funding. This collaborative approach has streamlined the application and review process and allows the grantees to better understand the impacts of funding decisions. Future Collaborative efforts will include unified invoice and monitoring forms and other actions to better serve homeless and at-risk of homeless families.

Following the Collaborative review, the recommendations for funding is considered by the Community Redevelopment and Housing Commission before being considered and adopted by the City Council. Allocations are made with consideration of ensuring that program funds would be allocated toward eligible activities in the categories of homelessness prevention, rapid-rehousing, shelter, data and street outreach.

4. If the jurisdiction is unable to meet the homeless participation requirement in 24 CFR 576.405(a), the jurisdiction must specify its plan for reaching out to and consulting with homeless or formerly homeless individuals in considering policies and funding decisions regarding facilities and services funded under ESG.

The City consults and works with the County and CoC homeless services staff as well as local homeless service providers, homeless advocacy groups, the OC Homeless Task Force, ACC-OC Homeless Task Force as well as neighboring cities and homeless advocates. A previously homeless individual participated on the ESG RFP FY 17/18 funding review panel which FY 18/19 awards are based upon. Individuals who were previously homeless provide assistance in outreach and engagement services and provide feedback to staff. In addition, the CoC's strategy reflects the participation of all 34 cities in Orange County as well as individuals who are homeless or previously homeless, schools and a host of additional organizations.

5. Describe performance standards for evaluating ESG.

The City utilizes the HUD monitoring ESG handbook to monitor each program's performance to ensure that goals are on track and funds are used for eligible activities. On a quarterly basis, invoices are reviewed to ensure program compliance. In addition, the quarterly financial invoices are monitored by City Accounting staff. On-site monitoring of non-profit organizations is done by staff and by consultants for both program and financial records on an as-needed basis, or at least every three years.

The City works closely with the OC ESG Collaborative to standardize as much as possible.

Citizen Participation and Comments

The Annual Action Plan (AAP) was available for a 30-day public comment period from March 28, 2018 until April 29, 2018. The public comment period was extended to May 15, 2018. The AAP was made available on the City's website and in hard copy. The public hearing was held on April 11, 2018 to discuss the plan. In accordance with the federal regulations, notification of the public comment period and public hearing was published in three local newspapers. No public comments were received.