

# Why A South Bay Housing Trust?

- Voters approved Measure A in 2024; legislating ~\$13 million a year for Housing and Prevention funding for SBCCOG
- This presentation will talk about the funds that are dedicated to Production and Preservation, and Ownership of housing as those are the funds we would be considering for the proposed Housing Trust

Table 1. FY 2025-26 Total Funding Allocation by Jurisdiction

| AGENCY                                                                                 | TOTAL BY AGENCY      |
|----------------------------------------------------------------------------------------|----------------------|
| 1 LACAHS                                                                               | \$128,229,226        |
| 2 Burbank-Glendale-Pasadena Regional Housing Trust                                     | \$6,452,118          |
| 3 City of Glendale                                                                     | \$5,103,191          |
| 4 City of Long Beach                                                                   | \$10,706,466         |
| 5 City of Los Angeles                                                                  | \$133,421,084        |
| 6 City of Santa Clarita                                                                | \$3,457,981          |
| 7 Gateway Cities Council of Governments/Gateway Cities Affordable Housing Trust        | \$18,538,195         |
| 9 Las Virgenes/Malibu Council of Governments                                           | \$459,405            |
| 9 North Los Angeles County Transportation Coalition JPA*                               | \$5,395,241          |
| 10 San Fernando Valley Council of Governments                                          | \$518,005            |
| 11 San Gabriel Valley Council of Governments/San Gabriel Valley Regional Housing Trust | \$25,691,324         |
| 12 South Bay Cities Council of Governments/South Bay Regional Housing Trust            | \$13,002,770         |
| 13 Unincorporated Los Angeles County                                                   | \$24,782,720         |
| 14 Westside Cities Council of Governments                                              | \$7,016,083          |
| <b>TOTAL</b>                                                                           | <b>\$382,773,809</b> |

\*The LACAHS Act limits direct allocations to only certain cities; other cities may only receive funding through a COG or Regional Housing Trust. Because Lancaster and Palmdale are the only cities that are not part of a COG, their portion will be allocated and held until an Eligible Jurisdiction option is available to the JPA pending LACAHS Board approval and adjustments to the JPA's purpose.

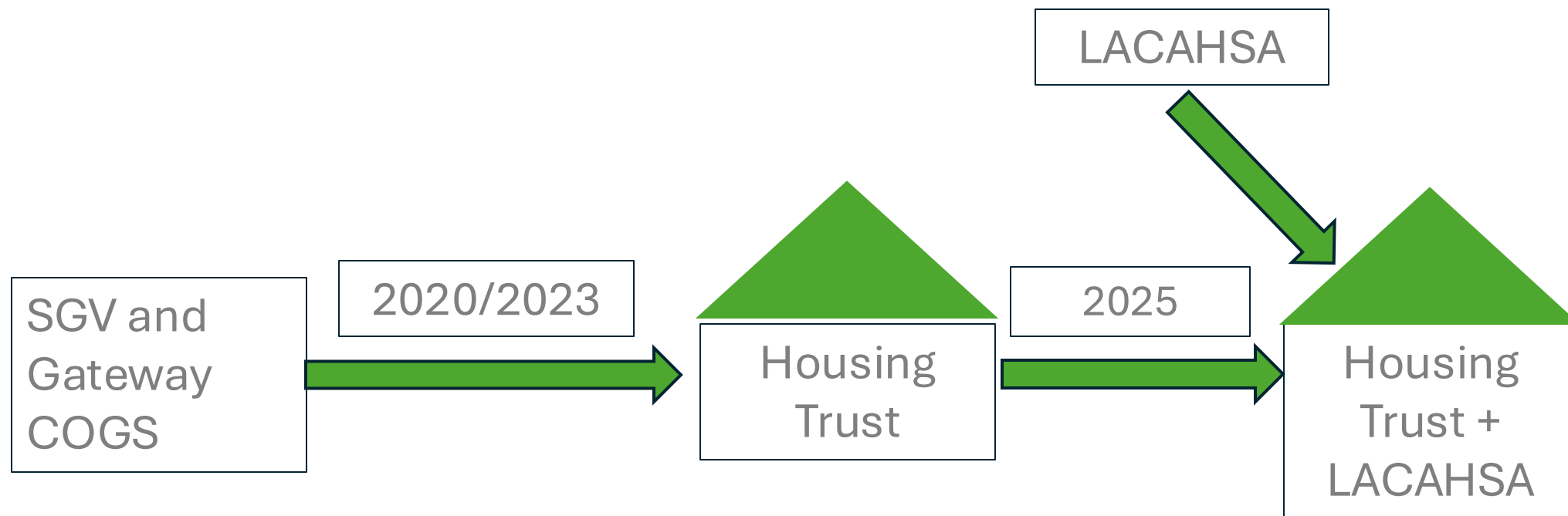
# Production, Preservation, and Ownership (PPO)

- SBCCOG mandated to program \$7.3 million of LACAHSA PPO funds.
  - LACAHSA agency funds can also match our funding – so potentially +/- \$14 million of funding for our cities.

(allocations determined by low income RHNA numbers)

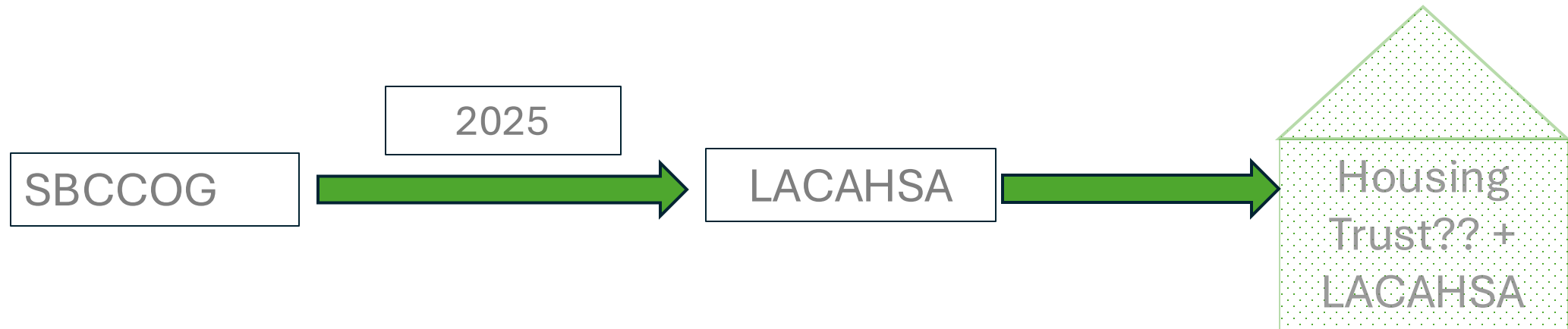
| AGENCY                                                                                     | PPO - NEW CONSTRUCTION | PPO - FLEXIBLE      | TOTAL                |
|--------------------------------------------------------------------------------------------|------------------------|---------------------|----------------------|
| 1 LACAHSA (including small cities TA)                                                      | \$55,220,624           | \$13,678,661        | \$68,899,286         |
| 2 Burbank-Glendale-Pasadena Regional Housing Trust                                         | \$3,058,288            | \$900,661           | \$3,958,949          |
| 3 City of Glendale                                                                         | \$2,044,455            | \$602,089           | \$2,646,544          |
| 4 City of Long Beach                                                                       | \$4,083,071            | \$1,202,458         | \$5,285,528          |
| 5 City of Los Angeles                                                                      | \$67,414,093           | \$19,853,341        | \$87,267,434         |
| 6 City of Santa Clarita                                                                    | \$1,872,563            | \$551,467           | \$2,424,030          |
| 7 Gateway Cities Council of Governments/<br>Gateway Cities Affordable Housing Trust        | \$7,018,735            | \$2,067,006         | \$9,085,742          |
| 8 Las Virgenes/Malibu Council of Governments                                               | \$204,737              | \$60,295            | \$265,032            |
| 9 North Los Angeles County Transportation Coalition JPA                                    | \$2,237,149            | \$658,837           | \$2,895,986          |
| 10 San Fernando Valley Council of Governments                                              | \$267,874              | \$78,888            | \$346,762            |
| 11 San Gabriel Valley Council of Governments/<br>San Gabriel Valley Regional Housing Trust | \$12,480,955           | \$3,675,621         | \$16,156,577         |
| 12 South Bay Cities Council of Governments/<br>South Bay Regional Housing Trust            | \$5,641,046            | \$1,661,279         | \$7,302,325          |
| 13 Unincorporated Los Angeles County                                                       | \$14,356,803           | \$4,228,055         | \$18,584,858         |
| 14 Westside Cities Council of Governments                                                  | \$3,511,192            | \$1,034,041         | \$4,545,233          |
| <b>TOTAL</b>                                                                               | <b>\$179,411,586</b>   | <b>\$50,252,699</b> | <b>\$229,664,285</b> |

# SGV and Gateway Housing Trust Before LACAHS



- SGV and Gateway formed their Housing Trust first, and then incorporated LACAHS funds into their Trust

# SBCCOG Received LACAHSa Funding First



- SBCCOG has received LACAHSa funding and is contemplating a Housing Trust

# SBCCOG May Need a Trust to Fulfill LACAHSAs Portfolio

## LACAHSAs Product Portfolio:

- Grants
- Soft Development Loans (revenue generating)
- Construction/Pre-Development Loans (revenue generating)
- Preservation Acquisition/Equity stakes (revenue generating)
- Master Leasing
- Rental or Operating Subsidies
- Direct Service - Homebuyer Assistance (revenue generating)

Activities in Red may not be possible under SBCCOG current authority – handicapping our ability to maximize our LACAHSAs funding

However, they would be possible under a Housing Trust

# SGV Housing Trust Generating Revenue

- SGV Housing Trust is generating over \$230,000 a year in Interest and Loan Fee Revenue
- Their Revolving Loan Fund will receive its first loan repayment, allowing their Trust to recycle those funds to another project
- We can achieve similar results with our LACAHSAs funds, but need a Housing Trust in order to do it

## San Gabriel Valley Regional Housing Trust

### Project Financing and Housing Innovation

The SGVRHT funds and finances the development of affordable and homeless housing. The SGVRHT has received and leveraged Federal, State, and local funds including competitive grants and budget earmarks. To date the SGVRHT has funded the development of 830 unduplicated units and expanded the housing choice and supply in the region by supporting multifamily units across income levels and single family affordable homeownership opportunities. With 25 member cities, the SGVRHT supports activities from inception through completion to ensure affordable housing units are delivered to the SGV.

#### In FY 24-25, SGVRHT:



Celebrated grand opening of funded project Chapel Apartments (Alhambra), providing 44 affordable units.



Celebrated groundbreaking of funded project Esteban E. Torres Village (Baldwin Park), creating 57 affordable units.



Joined Enterprise Housing Preservation Public Sector Cohort, a 15 month learning lab which will support the development of the land trust.

#### FY 25-26 Workplan:



## What about cities with no development opportunities?

If cities have no development opportunities, there are other ways to participate in LACAHSAs PPO Funds + Housing Trust

- Preservation of existing affordable housing
- Master Leasing
- Rent or Operating Subsidies
- First Time Homebuyer Assistance

# Evictions

## 2024 Eviction Filings

|                     |             |
|---------------------|-------------|
| Carson              | 294         |
| El Segundo          | 27          |
| Gardena             | 295         |
| Hawthorne           | 567         |
| Hermosa Beach       | 44          |
| Inglewood           | 704         |
| Lawndale            | 79          |
| Lomita              | 66          |
| Manhattan Beach     | 19          |
| Rancho Palos Verdes | 41          |
| PV, RH, RHE         | 5           |
| Redondo Beach       | 106         |
| Torrance            | 338         |
|                     |             |
| <b>Total</b>        | <b>2585</b> |

- No city is immune to financial stress that constituents face, whether they are renters or homeowners
- Evictions are one pathway into homelessness

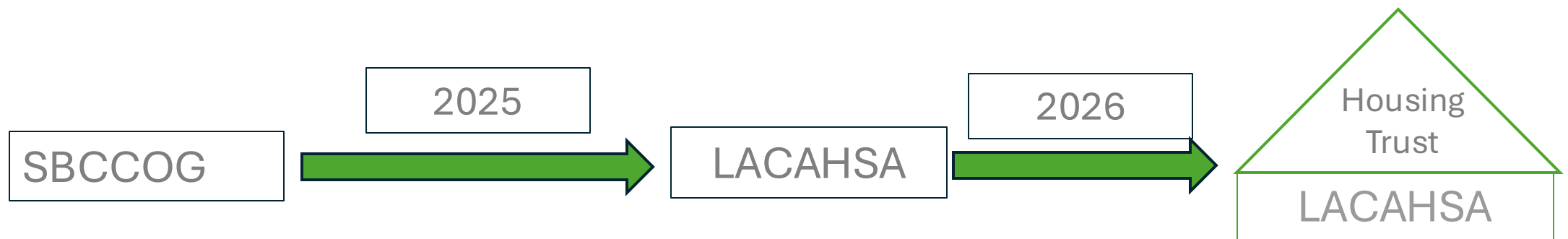
## SBCCOG LACAHSA Activity FY25/26

- SBCCOG issued soft notice of funding availability in September – sent to all cities
- Hawthorne and Inglewood **may have** viable projects – currently being evaluated projects totaling 120 units
- Other cities have reached out to discuss interest in developing opportunities
- SBCCOG will be developing programs, funding criteria, and documentation requirements **for the evaluation**

This activity is similar to a housing trust

## SBCCOG LACAHSAs + Housing Trust Option

- Without a Housing Trust - Hawthorne and Inglewood – may be limited in how we can help them
  - Will encourage those cities to also apply for LACAHSAs agency funds
  - Option to wait for the Trust when a loan or other more complicated arrangement could be done – COG can only grant
  - Recommendation to come back at a future meeting
- In order to maximize our LACAHSAs funding – consider moving all LACAHSAs Production, Preservation, and Ownership activities into the SBCCOG Housing Trust JPA



# LACAHSAs Production, Preservation, and Ownership

- IF HOUSING TRUST
  - Housing Trust could work directly with developers on behalf of cities (pertinent for small cities)
    - Developers would know to come to a Trust
  - Cities must approve all projects funded by the Trust in their city
  - Benefits for all cities on LACAHSAs projects
  - Need to increase staffing and hire consultants
- NO HOUSING TRUST
  - Cannot implement full LACAHSAs Portfolio (Loans, Acquisitions, Ownership..)
  - Work directly with cities, but not work with developers on behalf of cities
  - LACAHSAs would still benefit all cities
  - Would still need to increase staffing and hire consultants

# Information You Need to Know to Decide

Questions?