



Health and Human Services Policy Committee
Monday, August 13, 2018 — 1:30 – 2:00 p.m.
CSAC 1st Floor Peterson/Wall Conference Room
1100 K Street, Suite 101, Sacramento, CA 95814
Call-in: 1 (800) 867-2581; Passcode: 7500559#

Supervisor Das Williams, Santa Barbara County, Chair
Supervisor Jeff Griffiths, Inyo County, Vice Chair

- 1:30 p.m. I. **Welcome and Introductions**
Supervisor Das Williams, Santa Barbara County, Chair
Supervisor Jeff Griffiths, Inyo County, Vice Chair
- 1:35 p.m. II. **Proposition 2: No Place Like Home (NPLH) – ACTION ITEM**
Farrah McDaid Ting, Legislative Representative, CSAC
Roshena Duree, Legislative Analyst, CSAC
- 1:50 p.m. III. **New Homelessness Funding**
Farrah McDaid Ting, Legislative Representative, CSAC
Justin Garrett, Legislative Representative, CSAC
Roshena Duree, Legislative Analyst, CSAC
- 2:00 p.m. IV. **Closing Comments and Adjournment**
Supervisor Das Williams, Santa Barbara County, Chair
Supervisor Jeff Griffiths, Inyo County, Vice Chair

*If calling in to the meeting, please place your line on **MUTE** until you wish to speak.
Please also **DO NOT PLACE THE LINE ON HOLD**. Thank you.*



August 6, 2018

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To: CSAC Health and Human Services Policy Committee

From: Farrah McDaid Ting, CSAC Legislative Representative, Health and Behavioral Health
Roshena Duree, CSAC Legislative Analyst, Health and Human Services

RE: 2018 Ballot Initiative: Proposition 2, the No Place Like Home Act of 2018 – ACTION ITEM

Staff Recommendation: Staff recommends that the Health and Human Services Policy Committee forward a “SUPPORT” position on Proposition 2, the No Place Like Home Act of 2018, to the Executive Committee for consideration.

Summary: The No Place Like Home Act of 2018 will appear on the November 6, 2018 statewide ballot asking the voters to affirm the implementation of the No Place Like Home Program (NPLH). The measure would authorize up to \$1.8 billion in bond funding and the redirection of up to \$140 million in Mental Health Services Act (MHSA) funding annually, to provide grants to counties for permanent supportive housing projects for those who are homeless or at risk of homelessness and living with a serious mental illness.

For a detailed explanation of the NPLH program, including the competitive and noncompetitive grant funding framework and proscribed uses of funding, please visit the [CSAC NPLH webpage](#).

Background. The Legislature passed AB 1618 (Chapter 43, Statutes of 2016) and AB 1628 (Chapter 322, Statutes of 2016) in 2016 as part of the 2016-17 Budget Act. These bills laid out the framework for the NPLH Program, but the core funding component of the program – authorizing the state to divert up to \$140 million annually from county MHSA allocations to finance the sale of up to \$1.8 billion in bond funding for grants to counties – was subsequently litigated as being counter to the MHSA (Proposition 63 in 2004).

In response, and due to the growing homelessness crisis, the Governor and Legislature passed AB 1827 (Chapter 41, Statutes of 2018) in June of this year authorizing the placement of the NPLH Act of 2018 on the November statewide ballot.

Proposition 2 affirms the framework for the NPLH program, and also includes some technical cleanup of the diversion and bond issuance process. It also includes a new provision allowing the Legislature to divert up to \$140 million in MHSA revenue BEFORE the state begins to issue the NPLH bonds, and any diversions made before the bonds would reduce the amount of bonds by a like amount.

CSAC, along with the County Behavioral Health Directors Association (CBHDA) and the Urban Counties of California (UCC), supported both AB 1618 and AB 1628 in 2016. CSAC remained neutral on AB 1827 this summer due to concerns about the potential new \$140 million MHSA diversion language.

However, now that the NPLH Act of 2018/Proposition 2 will appear before voters in November, the CSAC Officers have referred Proposition 2 to this policy committee for consideration.

Policy Considerations. As noted above, CSAC supported the NPLH program in 2016. Current CSAC policy, from the CSAC Policy Platform, Chapter Six: Health, states:

The adoption of Proposition 63, the Mental Health Services Act of 2004, assists counties in service delivery. However, it is intended to provide new funding that expands and improves the capacity of existing systems of care and provides an opportunity to integrate funding at the local level.

...

3) Proposition 63 funds have been diverted in the past due to economic challenges and the establishment of the No Place Like Home Program. Any further diversions of Proposition 63 funding will be disruptive to programming at the local level.

While Proposition 2 contains language authorizing an additional, one-time diversion of MHSA to “jump start” the program in advance of the sale of the bonds, this funding would still flow to counties through the NPLH program as grant funding to build or refurbish permanent supportive housing units for those living with severe mental illness (SMI) and who are homeless.

Further, CSAC’s top priority for the 2018 legislative session is homelessness, and CSAC specifically asked for funding to implement the NPLH Program as soon as possible. The Governor provided more than \$700 million in funding and programs to local government to help combat homelessness, and NPLH was a key component of that package, which CSAC strongly supported.

Because CSAC has supported the NPLH program and counties are committed to combatting homelessness, especially among those living with a severe mental illness, staff recommends a SUPPORT position for Proposition 2.

CSAC Ballot Initiative Review Process. In most instances, CSAC will only take a position on a relevant ballot measure after it qualifies or has been placed on the statewide ballot for a scheduled election.

The CSAC Officers have referred Proposition 2 to the Health and Human Services (HHS) Policy Committee for review. The HHS Policy Committee may recommend a position, including “Support,” “Oppose,” and “No Position.”

The recommendation of the HHS Policy Committee will be forwarded to the CSAC Executive Committee to be acted upon and, if the motion is approved, then it will be forwarded to the CSAC Board of Directors for action before the November 2018 statewide election.

If “No Position” is recommended by the HHS Policy Committee, it will be forwarded to the Executive Committee as an informational item only. This will be subsequently forwarded to the Board of Directors as an informational item. Both the Executive Committee and the Board of Directors may accept the HHS Policy Committee’s recommendation of support, or change the recommendation. Upon approval by the Board of Directors, the position is adopted as the Association’s official position.

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Materials

Secretary of State Text of Proposition 2: <http://elections.cdn.sos.ca.gov/ballot-measures/pdf/ab-1827-ch41.pdf>

CSAC No Place Like Home Resource Page: <http://www.counties.org/post/no-place-home>

HCD NPLH page: <http://www.hcd.ca.gov/grants-funding/active-funding/nplh.shtml>



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To: CSAC Health and Human Services Policy Committee

From: Farrah McDaid Ting, CSAC Legislative Representative, Health & Behavioral Health
Justin Garrett, CSAC Legislative Representative, Human Services
Roshena Duree, CSAC Legislative Analyst, Health and Human Services

RE: Homelessness Funding for Counties

Summary: The Budget package approved by the Legislature and sent to the Governor includes more than \$700 million in funding to assist local governments in addressing homelessness. The centerpiece of the homelessness package is \$500 million for the Homeless Emergency Aid Program (HEAP), which provides funding to local governments for a spectrum of housing options, from short-term shelters to new affordable housing units to permanent supportive housing units for those living with severe mental illness.

The package also includes nearly \$115 million in funding for a new emergency housing program and Housing for a Healthy California, as well as up to \$1.8 billion in bond funding through the No Place Like Home Act of 2018, which must be approved by voters this November. It also includes funding for several human services programs, such as additional funding for the Housing Support Program, and funding for the new Home Safe program, which will allow counties to focus on seniors and housing to prevent homelessness among the elderly.

A summary of each program is included in this memo. For a quick overview of the nine major homelessness funding opportunities included in the state's 2018-19 Budget Act, we have also attached a simple chart.

Policy Discussion: This new funding represents the single largest investment in local efforts to combat homelessness. Counties are grateful to the Governor and Legislature for these new funding opportunities, but there will also be several challenges as counties access the funding, including:

- **Various Funding Streams.** The challenge for counties is to stitch together these new funding streams, all of which have various time horizons, with existing federal housing and other funding to make a dent in homelessness.
- **Short-and Long-term Planning.** Another challenge that is unique to every community is balancing short-term crisis intervention activities with long-term housing solutions.
- **Leveraging Services.** The additional challenge for counties is how to leverage this new funding with existing county services, including working across a wide range of typically

separate departments, such as human services, behavioral health, and public safety.

- Local Collaboration. Lastly, the most important challenge for counties is to work with cities and other local entities on homelessness. Counties cannot reduce homelessness in our communities alone.

Details. The nine major programs funded in the 2018-19 Budget Act include:

- Homeless Emergency Aid Program (HEAP) - \$500 million
- No Place Like Home Act of 2018 – Up to \$2 billion upon approval by voters
- Homeless Mentally Ill Outreach and Treatment Program – \$50 million
- California Emergency Solutions and Housing Program (CESH) – Up to \$57.5 million
- Housing for a Healthy California – Up to \$57.5 million
- Home Safe Program – \$15 million over three years
- CalWORKs Housing Support Program – \$24.2 million increase in 2018-19, \$48.4 million increase in 2019-20 for a total annual amount of \$95 million
- CalWORKs Homeless Assistance Program – \$8.1 million increase in 2018-19, \$15.3 million increase in 2019-20
- Homeless Youth and Exploitation Program (HX) – \$1 million increase to bring total funding up to \$2.077 million

HOMELESS EMERGENCY AID PROGRAM

The Homeless Emergency Aid Program, at \$500 million total, includes three pots of funding:

- \$250 million to Continuums of Care (CoC) divided into nine “groupings” based on their 2017 Point-in-Time (PIT) homeless count
- \$100 million to each CoC based purely on their 2017 PIT,
- \$150 million based on PIT count to large cities with a population of more than 330,000 residents.

Estimates of funding available to each Continuum of Care and the \$150 million allocation to cities are included in the attached materials.

Additional details of the HEAP program include:

- \$250 Million to CoCs by Point-In-Time Count “Groupings”: Funding will flow from the California Business, Consumer Services, and Housing Agency to local CoCs, who would then distribute the funding to cities and counties who have declared a shelter crisis, demonstrated collaboration, and submit an application to the CoC by December 31 of this year. For smaller cities and counties within CoCs with a 2017 PIT of fewer than 1,000 individuals, the provision to declare a shelter emergency could be waived on approval of the Agency. Each entity in a single grouping would receive an equal amount of the funding allocated to that grouping (see attached chart with estimates).

- \$100 Million to CoCs by Point-in-Time Count: Funding will be allocated to each CoC based on their share of the statewide 2017 PIT.
- \$150 Million to Large Cities: Funding will be directly allocated to cities with more than 330,000 residents based on 2018 Department of Finance estimates. This includes the cities of Los Angeles, San Francisco, San Diego, San Jose, Oakland, Long Beach, Sacramento, Fresno, Santa Ana, Anaheim, and Bakersfield.

The HEAP is designed to provide extremely flexible funding to local entities and includes the following requirement for entities receiving any part of the \$500 million in funding:

- Entities must use at least 5 percent of their total award to establish or expand services to homeless youth or youth at risk of homelessness.
- Entities must spend 50 percent of the funding by January 1, 2020
- Entities must spend 100 percent of the funding by June 30, 2021.
- Limits administrative costs to 5 percent and does not allow overhead costs or planning activities to be classified as administrative costs.
- Entities must report their contract expenditures, the number of persons served, and any progress toward state or local goals to the Agency by January 2020.

NO PLACE LIKE HOME ACT of 2018

The Legislature placed the No Place Like Home Act of 2018 on the November statewide ballot as Proposition 2. Contingent on approval of Proposition 2 by voters and in the absence of any further legal challenges, the proposition will authorize up to \$2 billion in grant funding to counties to create permanent supportive rental housing for those who are chronically homeless, homeless, or at-risk of chronic homelessness and living with a serious mental illness.

Funding opportunities consist of \$200 million in noncompetitive grant funding to counties based on their 2017 point-in-time (PIT) homeless count, and up to \$1.8 billion in bond funding through competitive grants to counties in future years for the same purpose. The No Place Like Home program (NPLH) is funded through diversions of Mental Health Services Act funding from counties, and these diversions are capped at up to \$140 million per year. Approximately \$5.5 million in NPLH technical assistance funding was distributed to counties in 2017-18.

Deadline to Apply: Pending approval of Proposition 2, anticipated deadlines are as follows:

Noncompetitive Allocation (\$200 million) – HCD will release a Notice of Funding Availability (NOFA) in advance of the November 2018 election. All Counties must first accept their Noncompetitive Allocation funds by submitting Noncompetitive Allocation Acceptance documentation to the Department no later than February 15, 2019. Once a County accepts its Noncompetitive Allocation, Projects must be submitted as discussed above no later than February 15, 2021.

Competitive Allocation (up to \$1.8 billion) – HCD will release the first NOFA under the Competitive Allocation in October 2018. Availability is predicated on the sale of bonds by the State Treasurer to finance the loans to Projects. Under Proposition 2, the Legislature may also choose to divert up to \$140 million in advance of the bond sale to fund the first round of the Competitive Allocation funding. If wishing to apply under the first round of funding, Counties should prepare to apply by December 2018.

NPLH Funding Allocations & Uses:

Noncompetitive Allocation (\$200 million) – Funding is from an allocation based on the PIT homeless count of each county, with a minimum amount of \$500,000 for each County. All Projects utilizing Noncompetitive Allocation funds must be submitted no later than February 15, 2021, as set forth above. Projects funded under the Noncompetitive Allocation must be completed by August 15, 2023.

Counties must use the noncompetitive NPLH funding to finance the construction, rehabilitation, or preservation of rental housing that qualifies as permanent supportive housing, and may also use NPLH funds to capitalize operating reserves of these Projects. NPLH Projects funded through the Noncompetitive Allocation must prioritize housing individuals with a serious mental illness who are homeless or at risk of chronic homelessness. Chronically homeless individuals may also be served with these funds. Projects may be five or more units, or for Counties designated by the Department to administer Noncompetitive Allocation funds for Shared Housing, Shared Housing Projects of 1-4 units may be funded.

Competitive Allocation (up to \$1.8 billion in four rounds) – Places Counties into four tiers, with rural counties eligible for a minimum of 8 percent of each round of funding:

- (a) The County of Los Angeles
- (b) Large counties with a population greater than 750,000
- (c) Medium counties with a population between 200,000 to 750,000
- (d) Small counties with a population less than 200,000.

Counties must use the competitive NPLH funding to finance the construction, rehabilitation, or preservation of rental housing that qualifies as permanent supportive housing of five or more units, and may also use NPLH funds to capitalize operating reserves of these Projects. NPLH-funded Projects must serve individuals with a serious mental illness who are Chronically Homeless, Homeless, or At-Risk of Chronic Homelessness.

The Competitive Allocation also contains an alternative process for counties with homeless PIT counts of 5 percent or more to receive funding directly in proportion to their share of the statewide PIT homeless count. Funds awarded by the Department to counties designated as Alternative Process Counties must be committed to projects within 24 months of award to the county or these funds shall be returned to the Competitive Allocation.

Reporting:

Proposition 2 requires counties to annually report to HCD on activities funded under the competitive program, including information on the funded supportive housing development. Reported information must include location of Projects, number of units assisted, occupancy restrictions, number of individuals and households served, related income levels, and homeless, veteran, and mental health status.

Agency: Department of Housing and Community Development

Online Resources:

- CSAC NPLH page, with code sections, summaries, and other information :
<http://www.counties.org/post/no-place-home>
- HCD NPLH page: <http://www.hcd.ca.gov/grants-funding/active-funding/nplh.shtml>

Contacts:

HCD: NPLH@hcd.ca.gov

CSAC: Farrah McDaid Ting – fmcting@counties.org

CALIFORNIA EMERGENCY SOLUTIONS AND HOUSING PROGRAM**Summary and Eligible Uses:**

The California Emergency Solutions And Housing (CESH) Program authorizes up to roughly \$57 million plus any remaining California Emergency Solutions Grant funds designated by Continuums of Care to assist persons experiencing or at risk of homelessness with permanent and emergency housing interventions. It is funded with 50 percent of the first year of SB 2 document recording fee revenue and any remaining California Emergency Solutions Grant funds.

This one-time funding may be used for up to 48 months of rental assistance and housing relocation and stabilization services (rent payments may not exceed two times the current HUD fair market rent for the local area), operating subsidies in the form of 15-year capitalized operating reserves for new and existing affordable permanent housing units for homeless individuals and families, flexible housing subsidy funds, and operating support for emergency housing interventions, including, but not limited to, navigation centers, case managers, street outreach services, shelter diversion and homelessness prevention activities, systems support for activities necessary to maintain a comprehensive homeless services and housing delivery system, including developing or updating a Coordinated Entry System (CES), data collection, and Homeless Management Information System (HMIS) reporting, and homelessness planning activities.

Deadline to Apply: Anticipated due date September - October 2018

Funding:

Distribution based on three factors:

1. 2017 point-in-time CoC homeless count, including both sheltered and unsheltered homeless persons;
2. Number of extremely low income households in rental housing that pay more than 50 percent of household income on rent, based on HUD's most recent Comprehensive Housing Affordability Strategy dataset; and
3. Number of persons below the federal poverty line divided by the total population within the Continuum of Care service area, based on data from the United States Census Bureau. This factor shall be double-weighted within the formula.

Application Requirements:

Administrative Entities designated by the CoC (which could include local governments, qualified non-profits, or unified funding agencies) must apply to HCD. The application must demonstrate that the county has experience administering eligible activities, has partnered or shown collaboration, and can track the number of homeless persons served, among other things.

Requirements for Use of CESH Funds:

- No Matching Requirement
- Up to 5 percent of an allocation can be used for administrative costs, not including staff and overhead
- Funding must be spent according to Housing First practices.
- Entities may not use more than 40 percent of any funds in a fiscal year for operating support for emergency housing interventions.
- Any unspent funds will flow back out to all CoCs according to the above formula
- Any unspent funds after the second round shall revert to the Multifamily Housing Program (Chapter 6.7 [commencing with Section 50675]).
- The Department may request the repayment of funds or pursue any other remedies available to it by law for failure to comply with program requirements.

Agency: Department of Housing and Community Development

Online Resource: HCD NOFA will be posted online when available at <http://www.hcd.ca.gov/grants-funding/active-funding/index.shtml>

State Contact: Zachary Olmstead, Zachary.olmstead@hcd.ca.gov

HOUSING FOR A HEALTHY CALIFORNIA PROGRAM

Summary and Eligible Uses: The Housing for A Healthy California Program provides \$65 million for supportive housing through a competitive grant process (SB 74, Chapter 777, Statutes of 2017) funded with a portion of 50 percent of the first year of SB 2 document recording fee revenue. The one-time funding may be used to acquire, construct, or rehabilitate housing, and for project-based operating assistance such as rental assistance for up to five years or a capitalized operating reserve for at least 15 years to pay for operating costs. Housing may also be created through operating reserve grants and capital loans to developers.

Deadline to Apply: Anticipated deadline of August-September 2018

Application Requirements:

Counties that apply must demonstrate the following:

1. Need;
2. Ability to administer operating assistance for supportive housing;
3. Documented partnerships with affordable housing providers;
4. Commitment to addressing the needs of homeless populations;
5. Coordination with community-based housing and homeless service providers, behavioral health providers, and safety net providers, including community health centers; and
6. Preferences or set asides for relevant housing populations, including those who are:
 - a. Chronically homeless;
 - b. Medi-Cal beneficiaries;
 - c. Eligible for Supplemental Security Income;
 - d. Eligible to receive housing stability services; and
 - e. Likely to improve their health conditions with supportive housing.

Spending Requirements:

- Administrative costs of at least 5% of the total grant are allowable.
- Recipients must agree to collect and report data to HCD.
- The Department will execute contracts with CoCs for five years.
- Entities that receive funds must submit an annual report on a form issued by HCD.
- Entities that receive funds under the program shall be responsible for ensuring that the expenditure of those funds is in accordance with statute. Entities shall monitor the activities and expenditures of any subrecipients at least annually to ensure that those activities and expenditures comply with this chapter, and report this to HCD.

Online Resource: HCD NOFA will be posted online when available at <http://www.hcd.ca.gov/grants-funding/active-funding/index.shtml>

HOMELESS MENTALLY ILL OUTREACH AND TREATMENT PROGRAM (HMIOT)

The Homeless Mentally Ill Outreach and Treatment (HMIOT) Program provides counties with \$50 million in flexible one-time funding for county activities involving individuals with serious mental illness and who are homeless or at risk of homelessness. All counties are eligible to receive this funding as a direct allocation, and are encouraged to leverage this funding with other funding sources and initiatives, including Whole Person Care pilots and efforts to address mental illness among populations with a high likelihood of homelessness, including those with recent involvement in the criminal justice system or release from incarceration.

Counties must submit a letter of intent and Board resolution affirming participation by **September 25, 2018**.

A funding allocation schedule is attached. CSAC worked with the Department of Health Care Services and the California Department of Finance to develop the funding allocation schedule, which was required to be released by July 31, 2018. It includes a \$100,000 minimum for rural counties with a population under 200,000 residents, and \$200,000 for rural counties whose percentage of homeless comprises 4.5 percent or more of their total population. Los Angeles County will receive \$15 million (32.5 percent), while the remaining counties will divide \$31.1 million based on their percentage of homeless within that group of counties using the 2017 Point-in-Time count. All funds must be encumbered or expended no later than June 30, 2020.

Agency: Department of Health Care Services

Online Resources: CSAC HMIOT materials, including sample resolution:
<http://www.counties.org/homelessness-resources>

Contact: HMIOT@dhcs.ca.gov

SOCIAL SERVICES PROGRAMS TO ADDRESS HOMELESSNESS

The 2018-19 Budget Act supplements existing programs with revenues from the State General Fund to address homelessness, as well as authorizes additional one-time revenues for new programs targeted at vulnerable populations. Specific allocations, spread among several trailer bills, are as follows:

- **CalWORKs Housing Support Program:** The Legislature approved the May Revision proposal to provide \$24.2 million in additional funding in 2018-19 for the Housing Support Program, which helps CalWORKs families secure permanent housing by allowing counties to provide move-in assistance, temporary rental subsidies and case management. The budget also includes an additional augmentation in 2019-20 to increase total funding for the program from \$47 million to \$95 million annually moving forward.

- **CalWORKs Homeless Assistance Program:** The budget includes \$8.1 million in 2018-19 and \$15.3 million in 2019-20 to increase the daily payment rate for temporary assistance to families experiencing homelessness or facing imminent eviction from \$65 to \$85 dollars per day for up to 16 days per year.
- **Adult Protective Services Home Safe Pilot Program:** The budget provides \$15 million in one-time General Fund to establish the Home Safe Pilot Program, a homelessness prevention demonstration grant program for victims of elder and dependent adult abuse and neglect served by county-run Adult Protective Services (APS). The Legislature adopted the Governor's May Revision proposal with some modifications to expand eligibility for the services to include those at risk of homelessness. Participating counties can use the funding for housing-related supports and services and will be required to match the funding on a dollar-for-dollar basis (cash or in-kind).
- **Domestic Violence Shelters and Services:** The homelessness package includes \$10 million to assist victims of domestic violence with shelter, both short and long-term. This funding will be administered through the Office of Emergency Services.
- **Homeless Youth and Exploitation Program:** The budget agreement includes \$10 million in 2018-19 to continue to fund the Homeless Youth and Exploitation Program through the Office of Emergency Services. The grant program in up to six counties helps provide for the immediate needs of homeless youth, including shelter, drop-in services, physical and behavioral health services, and support for those who are victims of sexual exploitation.

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Materials

Overview of Homeless Programs – August 2018

Estimates of HEAP Funding to Continuums of Care – June 2018

HMIOT Application, including statute and county-by-county funding allocations – July 2018

County Homelessness Funding in 2018-19 State Budget --- Fourth DRAFT 8-06-18

Primary Source: California State Homeless Coordinating and Financing Council, “Initial list of California State Homeless Funding Programs” (July 11, 2018)

PROGRAM	FUNDING	ELIGIBLE APPLICANTS	APPLICATION DEADLINE	SPECIAL CONSIDERATIONS	USES	STATE ENTITY
Homeless Youth and Exploitation Program (HX)	\$1 million in new funding; \$2.077 million in total funding	Limited to four counties operating HX programs: Los Angeles, San Diego, San Francisco, and Santa Clara	June 29, 2018	Limited to homeless and exploited youth	Outreach, food, safe shelter (including medium and long-term), stabilization planning, and other services targeted to youth populations	Office of Emergency Services
Housing for a Healthy California (AB 74)	TBD up to ~\$56 million (portion of 50 percent of first year of revenue from SB 2)	Counties and/or developers	August – September 2018 (estimated)	One-time funding	Construction, rehabilitation, or acquisition of affordable housing, operating assistance, administrative costs	Department of Housing and Community Development
CalWORKs Housing Support Program (HSP)	Additional \$24.2 million in 2018-19, \$48.4 million in 2019-20 for a total annual appropriation of \$95 million)	County human services departments	August-September 2018	Supplements existing HSP programs; allows additional counties to participate	Assist CalWORKs families with move-in assistance, temporary rental subsidies, and case management	Department of Social Services

CalWORKs Housing Support Program (HSP)	Additional \$24.2 million in 2018-19, \$48.4 million in 2019-20 for a total annual appropriation of \$95 million)	County human services departments	August-September 2018	Supplements existing HSP programs; allows additional counties to participate	Assist CalWORKs families with move-in assistance, temporary rental subsidies, and case management	Department of Social Services
CalWORKs Homeless Assistance Program (HAP)	\$8.1 million in additional funding in 2018-19 and \$15.3 million in 2019-20 to raise daily rate from \$65 to \$85	County human services departments	August-September 2018	Supplements existing HAP	Up to 16 days of housing assistance/vouchers for CalWORKs recipients	Department of Social Services
Homeless Mentally Ill Outreach and Treatment Program (MHIOT)	\$50 million	Direct Allocation to counties; counties must pass resolution and notify DHCS to receive funds.	September 25, 2018	One-time funding; Can't use to supplant existing funding for services.	Fund multidisciplinary teams for outreach for homeless persons with mental illness.	Department of Health Care Services
California Emergency Solutions and Housing Program (CESH)	TBD up to ~\$56 million (portion of 50 percent of first year of revenue from SB 2) plus any available CA-ESG funds	Administrative Entities designated by Continuums of Care (Could include local governments, qualified non-profits, or unified funding agencies)	September - October 2018 (estimated)	One-time funding with two rounds of funding anticipated August 2018 and Early 2019	Rental assistance, operating subsidies for permanent and emergency housing interventions, flexible housing subsidy funds for local programs, systems support, homelessness planning, other uses	Department of Housing and Community Development

Domestic Violence Assistance Program	\$8 million in new funding; \$28 million in total 2018-19 state funding	Existing organizations or applicants may apply	Funding available in October 2018; deadline TBD	Noncompetitive	Shelter, transitional housing, and services for victims of domestic violence and their children	Office of Emergency Services
Homeless Emergency Aid Program (HEAP)	\$350 Million (\$250 million based on homeless count; \$100 million based on total share of homeless count)	Cities or counties via Continuums of Care	December 31, 2018	Counties must declare a shelter crisis and apply to the CoC for funding	Homeless prevention, criminal justice diversion programs to homeless individuals with mental health needs, emergency aid, and services for homeless youth. Five percent of funds must be used for homeless youth.	Homeless Coordinating and Financing Council/Business, Consumer Services, and Housing Agency
No Place Like Home/ Propostion 2	\$200 million in 2018-19 for noncompetitive grants; up to \$1.8 billion in bond proceeds for competitive grants	Counties or counties working jointly with a nonprofit developer	<u>Noncompetitive:</u> December 2018 (estimated) <u>Competitive:</u> Early 2019 (estimated)	Pending approval by voters on November statewide ballot	To build or refurbish permanent supportive housing for those living with Mental Illness	Department of Housing and Community Development
Home Safe Program	\$15 million over three years	County Adult Protective Services	Late 2018/Early 2019 (estimated)	Funding available over three years; counties must opt in and provide 1:1 matching funds; pilot program	Housing supports and services for victims of elder and dependent adult abuse	Department of Social Services

Continuum of Care	PIT (2017)	Share	\$250 m PIT Groups	\$100 m by PIT	TOTALS
LA City/County	55188	41.1%	\$40,000,000	\$41,099,808	\$81,099,808
San Diego City/County	9160	6.8%	\$12,000,000	\$6,821,668	\$18,821,668
San Jose/Santa Clara City/County	7394	5.5%	\$12,000,000	\$5,506,487	\$17,506,487
San Francisco	6858	5.1%	\$12,000,000	\$5,107,315	\$17,107,315
Oakland/Alameda County	5629	4.2%	\$12,000,000	\$4,192,049	\$16,192,049
Santa Ana/Anaheim/Orange County	4792	3.6%	\$12,000,000	\$3,568,716	\$15,568,716
Sacramento City/County	3665	2.7%	\$10,000,000	\$2,729,412	\$12,729,412
Salinas/Monterey/San Benito	3364	2.5%	\$10,000,000	\$2,505,250	\$12,505,250
Santa Rosa/Petaluma/Sonoma County	2835	2.1%	\$10,000,000	\$2,111,291	\$12,111,291
Riverside City/County	2406	1.8%	\$8,000,000	\$1,791,805	\$9,791,805
Watsonville/Santa Cruz City/County	2249	1.7%	\$8,000,000	\$1,674,883	\$9,674,883
Fresno/Madera County	2016	1.5%	\$8,000,000	\$1,501,363	\$9,501,363
San Bernardino City/County	1866	1.4%	\$8,000,000	\$1,389,654	\$9,389,654
Long Beach (only)	1863	1.4%	\$8,000,000	\$1,387,420	\$9,387,420
Santa Maria/Santa Barbara County	1860	1.4%	\$8,000,000	\$1,385,186	\$9,385,186
Turlock/Modesto/Stanislaus County	1661	1.2%	\$6,000,000	\$1,236,986	\$7,236,986
Richmond/Contra Costa County	1607	1.2%	\$6,000,000	\$1,196,771	\$7,196,771
Stockton/San Joaquin County	1542	1.1%	\$6,000,000	\$1,148,364	\$7,148,364
Daly City/San Mateo County	1253	0.9%	\$4,000,000	\$933,139	\$4,933,139
Mendocino County	1238	0.9%	\$4,000,000	\$921,968	\$4,921,968
Vallejo/Solano County	1232	0.9%	\$4,000,000	\$917,500	\$4,917,500
Chico/Paradise/Butte County	1195	0.9%	\$4,000,000	\$889,945	\$4,889,945
Imperial County	1154	0.9%	\$4,000,000	\$859,411	\$4,859,411
Oxnard/San Buenaventura/Ventura County	1152	0.9%	\$4,000,000	\$857,922	\$4,857,922
San Luis Obispo County	1125	0.8%	\$4,000,000	\$837,814	\$4,837,814
Marin County	1117	0.8%	\$4,000,000	\$831,856	\$4,831,856
Roseville/Rocklin/Placer, Nevada Counties	979	0.7%	\$2,000,000	\$729,084	\$2,729,084
Redding/Shasta, Siskiyou, Lassen, Plumas, Del Norte, Modoc, Sierra Counties	934	0.7%	\$2,000,000	\$695,572	\$2,695,572
Visalia, Kings, Tulare Counties	853	0.6%	\$2,000,000	\$635,249	\$2,635,249
Bakersfield/Kern County	810	0.6%	\$2,000,000	\$603,226	\$2,603,226
Yuba City and County/Sutter County	760	0.6%	\$2,000,000	\$565,990	\$2,565,990
Humboldt County	759	0.6%	\$2,000,000	\$565,245	\$2,565,245
El Dorado County	602	0.4%	\$1,000,000	\$448,324	\$1,448,324
Pasadena (only)	575	0.4%	\$1,000,000	\$428,216	\$1,428,216
Davis/Woodland/Yolo County	459	0.3%	\$1,000,000	\$341,828	\$1,341,828
Merced City and County	454	0.3%	\$1,000,000	\$338,105	\$1,338,105
Lake County	401	0.3%	\$1,000,000	\$298,634	\$1,298,634
Amador, Calaveras, Tuolumne and Mariposa Counties	367	0.3%	\$1,000,000	\$273,314	\$1,273,314
Napa City and County	315	0.2%	\$1,000,000	\$234,588	\$1,234,588
Colusa, Glenn and Trinity Counties	176	0.1%	\$500,000	\$131,071	\$631,071
Glendale (only)	168	0.1%	\$500,000	\$125,114	\$625,114
Tehama County	124	0.1%	\$500,000	\$92,346	\$592,346
Inyo, Mono and Alpine Counties	121	0.1%	\$500,000	\$90,112	\$590,112
TOTAL	134278	100.0%	\$249,000,000	\$100,000,000	\$349,000,000
Less LA COC	79090				

City	Population	2017 PIT	Percent	Funding
Los Angeles	4,054,400	34,189	55.1%	\$82,688,649
San Francisco	883,963	6,858	11.1%	\$16,586,585
San Diego	1,419,845	5,619	9.1%	\$13,589,971
San Jose	1,051,316	4,350	7.0%	\$10,520,800
Oakland	428,827	2,761	4.5%	\$6,677,685
Long Beach	478,561	1,863	3.0%	\$4,505,805
Sacramento	501,344	1,779	2.9%	\$4,302,644
Fresno	538,330	1,572	2.5%	\$3,801,999
Santa Ana*	338,247	1,362	2.2%	\$3,294,099
Anaheim*	357,084	936	1.5%	\$2,263,786
Bakersfield	386,839	731	1.2%	\$1,767,978

**Estimate based on Orange County COC 2017 PIT Regions*



JENNIFER KENT
DIRECTOR

State of California—Health and Human Services Agency
Department of Health Care Services



EDMUND G. BROWN JR.
GOVERNOR

DATE: July 31, 2018

TO: ALL COUNTY ADMINISTRATIVE OFFICERS

SUBJECT: APPLICATION FOR ONE TIME FUNDING – HOMELESS MENTALLY ILL OUTREACH AND TREATMENT PROGRAM

Overview

California recognizes the growing need to allocate significant investments in mental health services and homelessness. Senate Bill (SB) 840 allows for a funding opportunity to the Department of Health Care Services (DHCS) to provide counties with one-time funding for local activities involving individuals with serious mental illness and who are homeless or at risk of becoming homeless. All counties are eligible to receive this funding, including counties with Whole Person Care pilots. This includes counties with populations with recent involvement in the criminal justice system or release from incarceration. For the purpose of this funding opportunity, “county” includes a city directly receiving funds pursuant to Section 5701.5 of the Welfare and Institutions Code.

The text of SB 840 and the allocation schedule are attached below. Counties are encouraged to match these funds with local mental health funding as well as federal matching funds, as appropriate.

In order to receive these one-time funds, the county must provide DHCS a letter of interest and required attestations (Board of Supervisors Resolution). Application instructions are outlined below and consist of submission of a Letter of Interest and Attestations.

Questions, Letters of Interest and all evaluation and summary reports or correspondence should be sent to HMIOT@dhcs.ca.gov; applications are due no later than September 25, 2018 and can be submitted to the same mailbox.

Letter of Interest

Each county must delegate the single organization that will serve as the primary contact for the county. This entity must submit a *Letter of Interest* to DHCS indicating that the county intends to use the funds for the purpose outlined in the provisions of SB 840. The Letter of Interest should also include a Board of Supervisors resolution as an attachment.

Operational Guidelines

The application review process and timing is as follows:

Deliverable/Activity	Date
1. DHCS releases notification and application for one-time funds	7/31/2018
2. Applications due to DHCS	9/25/2018
3. DHCS notifies applicants of the selection final decisions	10/2/2018
4. Written formal acceptance is submitted to DHCS	10/9/2018
5. Funding fully processed and released to approved applicants	12/31/2018
6. Evaluation and Summary Report Due to DHCS	90 days after full fund expenditure
7. Final date of funding availability for encumbrance or expenditure	6/30/2020

Reporting

The organization will be required to submit a report within 90 days after the full expenditure of funding. The report shall include the disposition of funds, the services provided, and the number of individuals who received services. The report shall be submitted to HMIOT@dhcs.ca.gov.

Senate Bill 840 (as enacted – Budget Act of 2018, Chapter 29)

The distribution of funds appropriated in this item shall be allocated by the State Department of Health Care Services, in consultation with the Department of Finance and California State Association of Counties, and shall consider a county incidence of homeless individuals with serious mental illnesses and county population. The initial allocation shall be completed and shared no later than July 31, 2018. Allocations to counties may include counties with Whole Person Care pilots, but are not limited to counties with those pilot programs. Other counties with demonstrated need, including populations with recent involvement in the criminal justice system or release from incarceration, are eligible to receive funding under this item. For the purpose of this item, “county” includes a city directly receiving funds pursuant to Section 5701.5 of the Welfare and Institutions Code.

(a) Interested counties may submit requests for an allocation pursuant to this item within 90 days of enactment of this act. This request shall be accompanied by a resolution, adopted by the county’s governing board, supporting the use of funds for the intended purpose of this item.

(c) Counties may use all available and appropriate funding to leverage other funding sources, such as federal grants, in serving individuals with severe mental illness who are also homeless or at immediate risk of being homeless.

(e) These funds shall pay for only that portion of the costs of services not otherwise provided by federal funds or other state funds and shall not supplant other funds for these purposes.

(f) Counties that receive an allocation pursuant to this item shall report to the State Department of Health Care Services within 90 days after the full expenditure of funding pursuant to this item. This report shall include the disposition of the funds, the services provided, and the number of individuals receiving services.

(g) These allocations shall be implemented only to the extent that federal financial participation is not otherwise jeopardized.

(h) Notwithstanding any other law, for any fiscal year in which the State Department of Health Care Services implements the allocations described in this provision, the amount of state funding provided shall not be included as revenues for purposes of determining an applicable county's redirection obligation pursuant to Article 12 (commencing with Section 17612.1), or Article 13 (commencing with Section 17613.1), of Chapter 6 of Part 5 of Division 9 of the Welfare and Institutions Code.

(i) The funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2020.

(j) These funds shall be distributed by the Controller according to a schedule provided by the Department of Finance for counties that comply with the requirements of this provision.

(k) Notwithstanding subdivision (h) of Section 14184.60 of the Welfare and Institutions Code, counties may participate and apply for an allocation pursuant to this item.



Homeless Mentally Ill Allocation Schedule

Per Item 4260-118-0001, 2018 Budget Act



County	Homeless Mentally Ill Allocation Schedule
Alameda	\$2,159,000
Alpine	\$100,000
Amador	\$100,000
Butte	\$554,000
Calaveras	\$100,000
Colusa	\$100,000
Contra Costa	\$745,000
Del Norte	\$100,000
El Dorado	\$100,000
Fresno	\$729,000
Glenn	\$100,000
Humboldt	\$200,000
Imperial	\$200,000
Inyo	\$100,000
Kern	\$376,000
Kings	\$100,000
Lake	\$200,000
Lassen	\$100,000
Los Angeles	\$15,000,000
Madera	\$100,000
Marin	\$518,000
Mariposa	\$100,000
Mendocino	\$200,000
Merced	\$210,000
Modoc	\$100,000
Mono	\$100,000
Monterey	\$1,315,000
Napa	\$100,000
Nevada	\$100,000
Orange	\$2,221,000
Placer	\$307,000
Plumas	\$100,000
Riverside	\$1,115,000
Sacramento	\$1,699,000
San Benito	\$200,000
San Bernardino	\$865,000
San Diego	\$4,246,000
San Francisco	\$3,179,000
San Joaquin	\$715,000
San Luis Obispo	\$522,000
San Mateo	\$581,000
Santa Barbara	\$862,000
Santa Clara	\$3,428,000
Santa Cruz	\$1,043,000
Shasta	\$200,000
Sierra	\$100,000
Siskiyou	\$100,000
Solano	\$571,000
Sonoma	\$1,314,000
Stanislaus	\$770,000
Sutter	\$100,000
Tehama	\$100,000
Trinity	\$100,000
Tulare	\$309,000
Tuolumne	\$100,000
Ventura	\$534,000
Yolo	\$213,000
Yuba	\$200,000
Berkeley	\$100,000
Tri-City (Claremont, LaVerne, and Pomona)	\$100,000
Total	\$50,000,000

Methodology

- Allocations were derived using: 2017 US Housing and Urban Development Point In Time Count data, the No Place Like Home non competitive allocation county groupings,¹ and the Department of Finance's Demographic Research Unit county population data used for No Place Like Home.¹
- The allocation separates Sutter and Yuba, and Tri-City is classified as a small county.
- Small counties are highlighted yellow.
- \$3.9 million of the \$50 million is for small counties, which is proportional to the small counties' overall population to the statewide population. Small county allocations are:
 - 1) \$100,000 for each small county, or
 - 2) \$200,000 if a county's percentage of homelessness to the total small counties' population of homeless and the prevalence of homelessness as a proportion to the small county's population, when taken together, is over 4.5 percent.
- Of the remaining \$46.1 million, LA County is allocated \$15 million.
- The remaining \$31.1 million is allocated to the remaining counties based on their percentage of homelessness to those counties' population of homelessness.
- Allocations may be rounded to meet total of \$50 million.

¹ http://www.hcd.ca.gov/grants-funding/active-funding/docs/2018_NPLH_Noncompetitive_Formula_Allocation.pdf