

PROPOSITION HHH

**HOMELESSNESS REDUCTION AND PREVENTION, HOUSING AND FACILITIES
GENERAL OBLIGATION BOND PROGRAM**

Proposition HHH	Approved by over 2/3 of the vote, 77%, on November 8, 2016; Prop HHH provides the City authority to issue up \$1.2 billion in General Obligation bonds, which bonds are paid from an increase in property taxes. The City expects to sell the bonds in 10 series over time (estimated 10 years).
	It was estimated in the Tax Rate Statement that property owners would pay an average rate of \$32.87 annually for the median assessed valued home of \$341,000 (\$9.64 per every \$100,000 of assessed valuation) for 29 years.
Allowed Use	Acquisition or improvement of real property to provide: <ul style="list-style-type: none"> (1) Housing <ul style="list-style-type: none"> • Primary focus of funding is for permanent supportive housing. • Funding for affordable housing cannot exceed 20% of bond proceeds. (2) Facilities (3) Costs directly connected to such projects
Prohibited Use	Funds shall not be used to fund services or operations.
Housing	<ul style="list-style-type: none"> • Supportive housing for Extremely Low Income or Very Low Income individuals and families who are homeless or chronically homeless. • Affordable housing, including veterans housing, for Extremely Low, Very Low or Low Income individuals and families, including those who are at risk of homelessness. • Associated infrastructure and landscaping.
Facilities	<ul style="list-style-type: none"> • Temporary shelter, storage, shower, clinics and other facilities to provide supportive services for the benefit of those who are homeless, chronically homeless or at risk of homelessness. • Associated infrastructure and landscaping.
Requirement	<ul style="list-style-type: none"> • Housing and facilities projects are required to comply with applicable City, State and Federal accessibility regulations
Oversight	<p>Seven-member Citizens Oversight Committee (COC) consisting of four (4) Mayor and three (3) Council appointees. Duties and scope established by Oversight Ordinance:</p> <ul style="list-style-type: none"> (1) Provide input on, and review plans for, bond proceed expenditures, including by causing to be prepared and submitting to the Administrative Oversight Committee (AOC) for review on or before April 1st, a Project Expenditure Plan (PEP). (2) Advise and make recommendations to the AOC on items relative to the Prop HHH program, including its policies and projects. <p style="text-align: center;"><i>(Continued on back)</i></p>

<p>Oversight (cont'd)</p>	<p>Three-member AOC consisting of the Mayor, City Administrative Officer and Chief Legislative Analyst. Duties and scope established by Oversight Ordinance:</p> <ol style="list-style-type: none"> (1) Review all plans for bond expenditures, including the PEP submitted by the COC, and review and approve and then submit the PEP to the Council for review and approval prior to the beginning of such fiscal year. (2) Monitor the Prop HHH program and make recommendations to effectuate the Prop HHH program. (3) Provide biannual reports on the status of Prop HHH projects and expenditures no later than January 1st and July 1st of each year commencing with the January 1st or January 1st following the issuance of the first series of Prop HHH bonds, and provide additional reports on the status of Prop HHH projects and expenditures as may be requested by Council.
<p>Staffing (COC and AOC)</p>	<p>The CAO, with assistance of the Office of the Mayor, CLA, HCID, and any other City department, as applicable and as necessary from time to time, shall provide staffing.</p>
<p>Departmental Sponsors</p>	<p>Bonds shall be issued and administered by the CAO, and bond financed projects under the Program shall be administered by the Housing and Community and Investment Department (HCID) or such other department or entity as designated by the Council or Mayor, each with Oversight by the COC and the AOC. Departmental Sponsors designated by Council and Mayor:</p> <ul style="list-style-type: none"> • Prop HHH Housing Program: HCID • Prop HHH Facilities Program: CAO
<p>Audit</p>	<p>Prop HHH requires an annual financial audit by the City Controller.</p>
<p>Reporting</p>	<p>CAO shall annually report on the status of the Program, funds collected and expended and projects approved for funding.</p>

Proposition HHH Bond Issuance Approval Process

