



Agenda Item: 13.A  
Date of Meeting: March 11, 2024  
Department: Planning

## STAFF REPORT

To: City Council  
From: Ana Budnyk  
Subject: **A Resolution Authorizing Application to, and Receipt of, Prohousing Incentive Program Funds.**  
Prepared On: March 6, 2024  
Attachments: RESOLUTION - APPLICATION TO FOR AND RECEIPT OF PROHOUSING INCENTIVE PROGRAM FUNDS

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### Background/History:

On February, 26, 2024, Council adopted Resolution No. 2024-06, authorizing an application to and participation in the Prohousing Designation Program. A completed Prohousing Designation application with an authorizing resolution, must be submitted prior to or in conjunction with the applicant's Prohousing Incentive Program (PIP) application.

On January 23, 2024, HCD announced the release of a Round 2 Notice of Funding Availability (NOFA) and final Guidelines (Attachment 1) for approximately \$9.4 million for the PIP Program. According to HCD, the PIP Program is an "...investment the state is making to reward jurisdictions at the forefront in addressing California's housing crisis..." and "...is designed to reward local governments with Prohousing Designation with additional funding to accelerate affordable housing production and preservation." Eligible activities include:

- i. The development of low- and moderate-income multifamily rental housing.
- ii. Affordable rental and ownership housing for individuals and households with incomes up to 120 percent of area median income.
- iii. Matching portions of funds placed into local or regional housing trust funds.
- iv. Matching portions of funds available through the Low- and Moderate-Income Housing Asset Fund.
- v. Capitalized reserves for services connected to the creation of new permanent supportive housing, including, but not limited to, developments funded through the Veterans Housing and Homelessness Prevention Bond Act of 2014.
- vi. Assisting persons who are experiencing or at risk of homelessness.

vii. Accessibility modifications. viii. Efforts to acquire and rehabilitate foreclosed vacant homes.

ix. Homeownership opportunities, including, but not limited to, down payment assistance.

x. Fiscal incentives or matching funds to local agencies that approve new housing for low- and moderate-income households.

Funding under the PIP Round 2 NOFA and Guidelines follows a formula based on the population size of the local jurisdiction and bonus points based on an eligible applicant's Prohousing Designation application score, plus an additional \$10,000 for each point of the score. Based on the preliminary score of 50 points, the maximum funding the City can apply for is \$650,000.

Analysis/Discussion:

The City of Bishop will use the PIP funds to supplement PLHA program funds for the predevelopment, development, acquisition, rehabilitation, and preservation of affordable rental and ownership housing, affordable rental and ownership housing that meets the needs of a growing workforce earning up to 120 percent of area median income, or 150 percent of area median income in high-cost areas.

The funds will also be used for predevelopment, development, acquisition, rehabilitation, and preservation of multifamily, residential live-work, rental housing that is affordable to extremely low-, very low-, low-, and moderate-income households, including necessary operating subsidies; and homeownership opportunities, including, but not limited to, down payment assistance.

Economic Impacts:

None

Budget Impacts:

None

Legal Review:

Recommended Action:

Council consideration to adopt the proposed Resolution authorizing submittal of an application to the California Department of Housing and Community Development (HCD) for \$650,000 in funding from Round 2 of the Prohousing Incentive Pilot (PIP) Program on the Consent Calendar under Approval/Filing.

Approved By: Ethan Aukee 3/6/2024

Approved By: Robin Picken 3/6/2024

Approved By: Dean Pucci 3/6/2024

Approved By: Deston Dishion 3/6/2024