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OFFICE OF THE CITY CLERK
OAKLAND

2019 NOV 14 PM 2: 21

Approved as to Form and Legality

City Attorney's Office

## OAKLAND CITY COUNCIL

RESOLUTION NO. 87933 - C.M.S.

## INTRODUCED BY COUNCIL PRESIDENT KAPLAN

RESOLUTION REQUESTING THE CITY ADMINISTRATOR OR DESIGNEE TO INCLUDE 1) ALL AFFORDABLE HOUSING IMPACT FEES DEPOSITED INTO THE AFFORDABLE HOUSING TRUST FUND UP TO AND DURING THIS FISCAL YEAR THROUGH DECEMBER 31, 2019, TO THE EXTENT NOT PREVIOUSLY ALLOCATED, IN THE NEXT ALLOCATION REQUEST SUBMITTED TO THE CITY COUNCIL FOR APPROVAL PURSUANT TO CHAPTER 15.62.050, AND 2) ALL SUCH APPROVED ALLOCATIONS IN THE NEXT NOTICE OF FUNDS AVAILABILITY (NOFA) ISSUED BY THE CITY ADMINISTRATOR

**WHEREAS**, the City acknowledges that it is facing a serious affordable housing crisis with thousands of residents living in unhoused or in substandard housing conditions; and

**WHEREAS**, the Alameda County *EveryOne Counts! 2019 Homeless Count and Survey* saw a total of 47% increase of individuals experiencing homelessness in Oakland since 2017; and

**WHEREAS**, according to a 2015 UC Berkeley report, *Rising Housing Costs and Re-Segregation in Alameda County*, "one in five neighborhoods saw an increase of over 30% in median rent from 2000 to 2015"; and

**WHEREAS,** in 2019, when the Redwood Hill Townhomes affordable development project offered their 28 units to the public, there were 4,000 applicants, thereby showing the overwhelming need for new affordable housing construction; and

**WHEREAS**, after four years of the eight-year Housing Element period, only 8% of all housing permitted was for lower income housing, further exacerbating the acute shortage of affordable housing; and

WHEREAS, the City has identified the need to assist developers and owners of affordable housing in the acquisition, rehabilitation and/or development of properties, in order to create additional opportunities for affordable housing; and

- **WHEREAS**, new funding made available from an increase in the State Low Income Housing Tax Credit and from Proposition 1 funding for State housing programs is anticipated to be made available in early 2020; and
- WHEREAS, the City of Oakland seeks to maximize the amount of funding that is leveraged by local funding and to ensure that Oakland gets a fair share of all such funds; and
- WHEREAS, a local commitment of funds is necessary in order to leverage such funding; and
- **WHEREAS**, on May 3, 2016, the City Council adopted Ordinance No. 13365 C.M.S. to add Chapter 15.72 to the Oakland Municipal Code to establish City-wide Affordable Housing Impact Fees, in accordance with the Mitigation Fee Act (AB 1600), codified in California Government Code Sections 66000-66025; and
- WHEREAS, the AHIF is assessed on construction of new market-rate housing units including live/work and work/live units (Chapter 15.72 of the Oakland Municipal Code) and deposited into the Affordable Housing Trust Fund (AHTF) pursuant to Chapter 15.62 of the Oakland Municipal Code; and
- WHEREAS, funds deposited into the AHTF and all interest and investment earnings thereon, must be used to increase, improve, and preserve the supply of affordable housing in the City, with priority given to housing for very low-income households (Chapter 15.62.040 of the Oakland Municipal Code); and
- WHEREAS, the allocation of any Affordable Housing Impact Fees deposited into the AHTF must be approved by the City Council prior to disbursement by the City Administrator; and
- **WHEREAS**, the City of Oakland seeks to maximize the use of the Affordable Housing Impact Fees by allocating funds as soon as they are deposited into the AHTF; and
- WHEREAS, to accelerate the allocation process, on December 11, 2018, pursuant to Resolution 87469, the City Council appropriated certain Affordable Housing Impact Fees and other monies that have been and will be deposited into the AHIF through June 30, 2023; and

**RESOLVED:** That the City Administrator or designee include Affordable Housing Impact Fees that have been deposited into the AHTF up to and during this fiscal year through December 31, 2019, to the extent such funds have not been previously allocated, in the next proposed funding allocation anticipated to be requested by the City Administrator for approval by the City Council pursuant to Chapter 15.62.050; and so be it further

**RESOLVED:** That any such allocations approved by the City Council be fully included in the next notice of funds availability (NOFA) issued by the City Administrator.

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IN COUNCIL, OAKLAND, CALIFORNIA,

NOV 1 9 2019

PASSED BY THE FOLLOWING VOTE:

AYES - FORTUNATO BAS, GALLO, GIBSON MCELHANEY, KALB, REID, TAYLOR, THAO AND PRESIDENT KAPLAN — 🏏

NOES - 10

ABSENT - Ø

ABSTENTION - D

ATTEST:

LATONDA SAMMONS

City Clerk and Clerk of the Council of the City of Oakland, California