



**SOPHIE HAHN**

Berkeley City Council, District 5  
2180 Milvia Street, 5th Floor  
Berkeley, CA 94704  
(510) 981-7150  
shahn@cityofberkeley.info

## **SUPPLEMENTAL AGENDA MATERIAL**

### **for Supplemental Packet 1**

**Meeting Date:** March 10, 2020

**Item Number:** 19

**Item Description:** Allocation of U1 General Fund Revenues

**Submitted by:** Vice Mayor Sophie Hahn

A revision is proposed to frontload existing allocations for the Small Sites Program to FY 2020, to better position the City to take advantage of Small Sites opportunities which are likely to become available in the next few years.

On Nov. 21, 2019, the Land Use, Housing & Economic Development Policy Committee recommended Council allocations for U1-generated general funds, including projected allocations for Berkeley's Small Sites Project, which provides funds to non-profit developers to acquire small multi-unit properties and reserve them for low-income individuals and families.

The Committee recommended three \$1M allocations over three years (FY 21, FY22 and FY23) to the Small Sites Program. This proposal suggests allocating the same total amount of funds, \$3M, in FY 2020. The funds are already available, and would otherwise remain "unallocated" in the General Fund. This slight amendment allows existing funds to be put to use sooner rather than later, helping meet the need for affordable housing more quickly. The revision does not change the four-year overall projections, as the total amount recommended for allocation does not change; only the timing.

Measure U1 Budget

SUBJECT TO CHANGE

|   | FY 2018<br>Actuals | FY 2019<br>Actuals | FY 2020<br>Estimated | FY 2021<br>Estimated | FY 2022<br>Planned | FY 2023<br>Planned |
|---|--------------------|--------------------|----------------------|----------------------|--------------------|--------------------|
| <b>Revenues</b>                                     |                    |                    |                      |                      |                    |                    |
| <i>Beginning Fund Balance</i>                       | \$5,161,615        | \$4,161,615        | \$7,953,493          | \$3,224,483          | \$2,164,575        | \$1,097,074        |
| <b>ADD: Revenues</b>                                |                    | 5,787,158          | 5,000,000            | 5,000,000            | 5,000,000          | 5,000,000          |
| <i>Transfer In/Fr Fund</i>                          |                    |                    |                      |                      |                    |                    |
| <b>Total Revenues and Available Fund Balance</b>    | <b>5,161,615</b>   | <b>9,948,773</b>   | <b>12,953,493</b>    | <b>8,224,483</b>     | <b>7,164,575</b>   | <b>6,097,074</b>   |
| <b>LESS: Total Expenses</b>                         | <b>1,000,000</b>   | <b>1,995,280</b>   | <b>9,729,011</b>     | <b>6,059,908</b>     | <b>6,067,501</b>   | <b>4,618,902</b>   |
| <b>Personnel Costs</b>                              |                    |                    |                      |                      |                    |                    |
| <i>Rent Board</i>                                   | 350,000            | 345,280            | 908,214              | 927,751              | 947,973            | 968,902            |
| <i>HHCS (Measure O/Housing Trust Fund)</i>          |                    |                    | 558,214              | 577,751              | 597,973            | 618,902            |
| <i>Finance (Rev Dev Position &amp; Admin Costs)</i> | 350,000            | 345,280            | 350,000              | 350,000              | 350,000            | 350,000            |
| <b>Non-Personnel and Other Program Costs</b>        |                    |                    |                      |                      |                    |                    |
| <b>Small Sites/Community Land Trusts</b>            | 650,000            | 1,650,000          | 8,820,797            | 5,132,157            | 5,119,528          | 3,650,000          |
| 1638 Stuart/Small Sites predev (BACLT)              | -                  | 50,000             | -                    | -                    | -                  | -                  |
| 1638 Stuart/Small Sites loan (BACLT)                | -                  | 950,000            | -                    | -                    | -                  | -                  |
| 2321-2323 10th St. predev (NCLT)                    | -                  | -                  | 50,000               | -                    | -                  | -                  |
| RFP: 2321-2323 10th St. loan (NCLT)                 | -                  | -                  | 1,570,640            | -                    | -                  | -                  |
| Small Sites Program                                 |                    |                    | 3,000,000            | 1,000,000            | 1,000,000          | 1,000,000          |
| <b>Housing Trust Fund</b>                           |                    |                    |                      |                      |                    |                    |
| 2001 Ashby predev (RCD)                             | -                  | -                  | 368,000              | -                    | -                  | -                  |
| 2001 Ashby predev (RCD)                             | -                  | -                  | 1,200,000            | -                    | -                  | -                  |
| 2527 San Pablo Ave predev (SAHA)                    | -                  | -                  | 500,000              | -                    | -                  | -                  |
| 2012 Berkeley Way reserves (BRIDGE/BFHP)            | -                  | -                  | -                    | 3,000,000            | 3,023,365          | -                  |
| Housing Trust Fund Program                          | -                  | -                  | -                    | -                    | -                  | 2,500,000          |
| <b>Development of New Housing Programs</b>          |                    |                    |                      |                      |                    |                    |
| Organizational Capacity Bldg (BACLT)                | -                  | -                  | 100,000              | 100,000              | 100,000            | 100,000            |
| Berkeley Unified School District Planning Grant     | -                  | -                  | 150,000              | -                    | -                  | -                  |
| New Housing Programs/Land Trust/Coops               | -                  | -                  | -                    | 150,000              | 150,000            | 150,000            |
| <b>Anti-Displacement</b>                            |                    |                    |                      |                      |                    |                    |
| Rent Board (EDC & EBCLC)                            | 300,000            | 300,000            |                      |                      |                    |                    |
| East Bay Community Law Center (EBCLC)               | 250,000            | 250,000            | 275,000              | 275,000              | 275,000            | 275,000            |
| Housing Retention Program (EBCLC)                   | -                  | -                  | 250,000              | 250,000              | 250,000            | 250,000            |
| Eviction Defense Center (EDC)                       | -                  | -                  | 275,000              | 275,000              | 275,000            | 275,000            |
| Flexible Housing Subsidy Pool (BACS)                | 100,000            | 100,000            | 100,000              | 100,000              | 100,000            | 100,000            |
| <b>Additional City Priorities</b>                   |                    |                    |                      |                      |                    |                    |
| 1001, 1011 University Ave. acquisition              | -                  | -                  | 982,157              | 982,157              | 946,163            |                    |
| Fiscal Year Surplus (Shortfall)                     | 4,161,615          | 3,791,878          | (4,729,011)          | (1,059,908)          | (1,067,501)        | 381,098            |
| Ending Fund Balance                                 | \$4,161,615        | \$7,953,493        | \$3,224,483          | \$2,164,575          | \$1,097,074        | \$1,478,172        |