



2021-2022 Annual Action Plan CDBG & HOME Funds

The City's Consolidated Plan establishes goals and funding priorities that address the greatest needs of the City's low-income residents. The City's two relevant federal grant sources are the Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME). Federal regulations govern how the City must plan, utilize, evaluate, and report on these two grant funding sources.

Each year of the 5-Year Consolidated Plan period, the City is required to prepare and adopt an Annual Action Plan that lays out how it will implement the Consolidated Plan goals through more specific Projects and Activities. The second-year Annual Plan includes resource allocations and projected outcomes for a number of specific measurements.

Community Development Department

Housing Division
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Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

As a recipient of federal funds that assists low-income populations, the City of Chico is required to update its Consolidated Plan every five years. The 2020-2024 Consolidated Plan was adopted June 2020 and goals and funding priorities were established that aimed to address the greatest needs of the City's low-income residents. The City's two relevant federal grant sources include the Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME). Federal regulations govern how the City must plan, utilize, evaluate, and report on these two grant funding sources, as principally found in 24 Code of Federal Regulations (CFR) Parts 91 and 570.

Each year of the 5-Year Consolidated Plan period, the City is required to prepare and adopt an Annual Action Plan that lays out how it will implement the Consolidated Plan goals through more specific Projects and Activities. Each year, the City also produces Consolidated Annual Performance Evaluation Report (CAPER) that measures the City's annual progress in meeting five-year and one-year goals and projected outcomes.

This year's Annual Action Plan proposes to continue funding projects and activities that will meet the goals established in the 2020-2024 Consolidated Plan.

2. Summarize the objectives and outcomes identified in the Plan

This could be a restatement of items or a table listed elsewhere in the plan or a reference to another location. It may also contain any essential items from the housing and homeless needs assessment, the housing market analysis or the strategic plan.

Attached graphic outlines objectives and outcomes identified in the Plan.

City of Chico Consolidated Planning Process



3. Evaluation of past performance

This is an evaluation of past performance that helped lead the grantee to choose its goals or projects.

During fiscal years 2019 and into 2020, the City was continuing to recover from the impact of the Camp Fire which occurred in the neighboring town of Paradise in Nov. 2018. The beginning of 2020 marked the beginning of the Coronavirus pandemic and in March, the City's operations were impacted by the State of California's stay-at-home orders. Even though Program Year 2020 was impacted, the City was able to complete all planned CDBG Public Service activities, Code Enforcement and Program Administration/Program delivery activities. Economic Development activities saw a 71% increase in small businesses assisted through the Small Business Development Center, which was directly tied to providing additional training to businesses in response to COVID-19. The City's PY2019 CAPER report reflects a dramatic reduction from the expected goal of persons provided overnight shelter because the only overnight emergency shelter in Chico (Torres Shelter) had to reduce the number of persons they could admit into the congregate shelter due to COVID-19 concerns. During FY 19-20, the City was unable to meet the planned goal for Homeowner Housing Rehabilitation, including sewer lateral connections, due to staff priorities shifting to respond to COVID-19.

Progress was made in the HOME program, including the completion of two additional homeownership units for low-income families at the 20th Street Habitat for Humanity site in PY 2019. The Tenant Based Rental Assistance Program (TBRA) continued to remain busy due to the long-term effects of the rental

market in the area from the loss of homes in the neighboring Town of Paradise, due to the Camp Fire. Additional funding was allocated for TBRA and the City was very close to meeting their goal of 20 by supporting 17 households.

While the City has demonstrated strong performance through the projects described above, current trends and conditions have presented new challenges to which it must respond. The principal challenges include:

- A tremendous shortage of housing for low-moderate income households, including seniors and persons with disabilities.
- Skyrocketing land prices, construction costs, delays in supply chain and shortage of skilled trade labor.
- Chronic homelessness remains an issue (individuals that are homeless for longer than one year or have had four or more episodes of homelessness over the last three years).
- Homelessness that increased due to the public health COVID-19 crisis.

The City's proposed Annual Plan will continue supporting historically successful programs, while reallocating resources to new priority projects that will address the new challenges listed above. Given the City's constrained CDBG and HOME budgets, addressing new challenges will require diminished support from some important programs that are not among the highest prioritized through this planning process, as well as stronger leverage of partnerships and other non-City resources. Allocations of CARES Act CDBG (CV-1 and CV-3) and CDBG Disaster Relief (DR) funding will provide additional resources. CDBG-CV-3 will be addressed in amendments to the City's 2019 Annual Plan. The City will receive a direct allocation of DR funds from California's Housing and Community Development Department (HCD).

4. Summary of Citizen Participation Process and consultation process

Summary from citizen participation section of plan.

During the development of the Annual Action Plan, the City held a public meeting on January 7, 2021 via Zoom to engage various local agencies, organizations, including the attendees of the Greater Chico Homeless Task Force, the Continuum of Care and citizens of Chico to join in the discussion. Citizen participation for this plan was encouraged through email distributions, noticing in the local daily newspaper, on the City's website, and during community and public meetings. Two public hearings were conducted in April and May and the draft Annual Action Plan was available for a 30-day comment period online from April 15 to May 18. A City-Council appointed Citizen Advisory Committee was utilized to evaluate and make recommendations for CDBG Public Service funding.

5. Summary of public comments

This could be a brief narrative summary or reference an attached document from the Citizen Participation section of the Con Plan.

The City Council received three comments during the public hearing on April 26, 2021 and one prior to the public hearing on May 18, 2021. Three comments were in support of the draft Annual Action Plan and one was not applicable.

6. Summary of comments or views not accepted and the reasons for not accepting them

All comments were included.

7. Summary

PR-05 Lead & Responsible Agencies – 91.200(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

Describe the agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

Agency Role	Name	Department/Agency
CDBG Administrator	CHICO	Community Development
HOME Administrator	CHICO	Community Development

Table 1 – Responsible Agencies

Narrative (optional)

Consolidated Plan Public Contact Information

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AP-10 Consultation – 91.100, 91.200(b), 91.215(I)

1. Introduction

Provide a concise summary of the jurisdiction’s activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(I))

The City of Chico works collaboratively in all of its housing and community development efforts with other local governments, nonprofits, advocacy groups and citizens. This collaboration takes place through the City’s involvement with the Butte Countywide Homeless Continuum of Care (Butte CoC), the Greater Chico Homeless Task Force (GCHTF), the TBRA Committee, the City’s Public Works Engineering Division and planning processes such as the City’s Housing Element and Consolidated Plan, and the Butte CoC 10-Year Strategy to End Homelessness and efforts related to the impacts of the Camp Fire and the response to the current COVID pandemic. All of these groups and processes include public and assisted housing providers, and private and government health, mental health and service agencies.

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.

The City of Chico has been closely involved in the Butte CoC’s establishment and development. The City of Chico helps fund the operation of the Butte CoC, and its Housing Manager sits on the Butte CoC Council, which is the governance and decision-making body of the Butte CoC. An elected official of the City has also been appointed to the CoC Council. Whenever possible, the City’s HUD-funded projects and programs are coordinated with the Butte CoC. Some of the CoC grantees receive funding and support from the City of Chico, including the Torres Shelter (emergency shelter), the Esplanade House (transitional housing) and Valley View Apartments (permanent supportive housing). In 2014, the Butte CoC completed a 10-Year Strategy to End Homelessness, which involved extensive collaboration with the City of Chico. The City has directed significant progress on some of this plan’s key goals, including the establishment of a local housing trust fund, and development of a supportive housing project for persons with mental disabilities. Additional efforts by local agencies include the provision of free veterinary services and reducing barriers to emergency shelter. City staff participated in the update of the 10-Year Strategy completed in 2018.

Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

The City of Chico Housing Manager is a member of the Butte CoC Council, which prioritizes the use of ESG funds, develops performance standards, evaluates outcomes, and directs administration of the Homeless Management Information System and the Coordinated Assessment process. The City of Chico regularly participates in Butte CoC meetings, and reviews Butte CoC plans and policies.

2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdiction's consultations with housing, social service agencies and other entities

Table 2 – Agencies, groups, organizations who participated

1	Agency/Group/Organization	Veterans Resource Center
	Agency/Group/Organization Type	Housing Services-Victims of Domestic Violence
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The Veterans Resource Center was consulted to understand the needs of homeless veterans. This included an estimate of the number of veteran households in need of housing assistance. The City and the Veterans Resource Center will be working together in the coming years to identify development opportunities for affordable, service-enriched veterans housing.
2	Agency/Group/Organization	Catalyst Domestic Violence Services
	Agency/Group/Organization Type	Housing PHA Other government - State
	What section of the Plan was addressed by Consultation?	Public Housing Needs Homeless Needs - Families with children Homelessness Needs - Veterans
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Catalyst was consulted to understand the needs of victims of domestic violence. This included an estimate of the number and type of families in need of housing assistance who are victims of domestic violence, dating violence, sexual assault and stalking. This consultation helped the City understand how to best continue assisting the Catalyst HAVEN shelter and transitional housing cottages.
3	Agency/Group/Organization	Disability Action Center
	Agency/Group/Organization Type	Services-Persons with Disabilities

	What section of the Plan was addressed by Consultation?	Housing Need Assessment Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The Disability Action Center (DAC) was consulted to better understand the needs of persons with disabilities. This included an estimate the number and type of families in need of housing assistance who have a disability. The consultation helped the City and DAC improve referral of persons with physical disabilities to accessible units in the community.
4	Agency/Group/Organization	Community Action agency of Butte County, Inc.
	Agency/Group/Organization Type	Housing Services - Housing Services-Children Services-homeless
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Homeless Needs - Families with children Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Community Action Agency of Butte County (CAA) was consulted to better understand the needs of homeless and Low-Income families with children. This included the needs of low-income families with children that are homeless or at-risk of homelessness. It also included the needs of formerly homeless families and individuals who are receiving rapid re-housing assistance. The consultation helped the City understand how to better assist CAA's Esplanade House transitional and supportive housing project, as well as other housing and Butte CoC programs.
5	Agency/Group/Organization	Caring Choices
	Agency/Group/Organization Type	Services-Persons with HIV/AIDS

	What section of the Plan was addressed by Consultation?	Non-Homeless Special Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Caring Choices was consulted to better understand the size and characteristics of the population with HIV/AIDS. This consultation facilitated coordination for the provision of housing and services in the City of Chico that will assist persons with HIV/AIDS.
6	Agency/Group/Organization	Housing Authority of the County of Butte
	Agency/Group/Organization Type	Housing PHA
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The Housing Authority of the County of Butte (HACB) was consulted to better understand the needs of public housing residents and voucher holders. This included an assessment of accessibility needs in compliance with Section 504 and how the needs of public housing residents compare with the housing needs of the population at large. Consultation continued close collaboration between the City and HACB on providing housing through development, vouchers and the TBRA program. Both the City and HACB are active leaders in the Butte CoC.
7	Agency/Group/Organization	Caminar
	Agency/Group/Organization Type	Housing Services-Persons with Disabilities
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Homelessness Strategy

	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Caminar was consulted to better understand local programs that serve homeless persons with complex behavioral health needs. This included programs for ensuring that persons returning from behavioral health and health institutions receive appropriate supportive housing.
8	Agency/Group/Organization	Alliance for Workforce Development
	Agency/Group/Organization Type	Business Leaders Business and Civic Leaders
	What section of the Plan was addressed by Consultation?	Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	Alliance for Workforce Development was consulted to better understand economic development needs and resources. This facilitated better alignment of economic development goals and activities.
9	Agency/Group/Organization	Butte College Small Business Development Center
	Agency/Group/Organization Type	Economic Development Organization
	What section of the Plan was addressed by Consultation?	Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	The Butte College Small Business Development Center (SBDC) was consulted to better understand economic development needs and resources. The consultation continued collaboration on economic development goals, and small business development counseling for job growth.
10	Agency/Group/Organization	True North Housing Alliance, Inc.
	Agency/Group/Organization Type	Services-homeless

	What section of the Plan was addressed by Consultation?	Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Unaccompanied youth Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	True North Housing Alliance Inc. was consulted to better understand the needs of homeless individuals and households with children. This consultation helped the City understand how to best continue assisting the Torres Community Shelter.
11	Agency/Group/Organization	3CORE, Inc.
	Agency/Group/Organization Type	Business Leaders
	What section of the Plan was addressed by Consultation?	Economic Development
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	3CORE was consulted to better understand economic development needs and resources. This facilitated better alignment of economic development goals and activities.

Identify any Agency Types not consulted and provide rationale for not consulting

N/A

Other local/regional/state/federal planning efforts considered when preparing the Plan

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Continuum of Care	County of Butte Dept. of Employment & Social Services--HHOME	The Butte CoC updated their 10-Year Strategy to End Homelessness in 2018. In the City's 2020-2024 Consolidated Plan, the Strategic Plan Section (SP-05) outlines how the City's Priority Areas and Goals support the critical goals of the 10-Year Strategy to End Homelessness, as follows: Priority Area: Affordable Housing; Goal: Development of multi-family units, including those targeted at extremely low incomes and the inclusion of supportive housing units. Priority Area: Homelessness Prevention; Goals: Tenant Based Rental Assistance and Public Services for those at risk of homelessness. Priority Area: Homeless Services; Goals: Homeless Public Services and Homeless Public Facilities. Overall, the City will prioritize the use of CDBG Public Services funds for services for those experiencing homelessness and services for the prevention of homelessness at the same time that it pursues the development of affordable housing units.

Table 3 – Other local / regional / federal planning efforts

Narrative (optional)

AP-12 Participation – 91.105, 91.200(c)

1. Summary of citizen participation process/Efforts made to broaden citizen participation Summarize citizen participation process and how it impacted goal-setting

The City of Chico makes efforts to involve the public in the Annual Plan process by publishing notice of the planning process in local publications and on the City's website, distributing notices in English and Spanish via email to community listserves, holding a public meeting at the City's Finance Committee, conducting two formal noticed public hearings, and publication of the draft Annual Action Plan with a 30-day public comment period.

To achieve greater community participation, the City established an Ad-Hoc Citizen's Advisory Committee to review applications and make recommendations regarding CDBG Public Service funding. The Committee is comprised of up to seven members of the community and have experience working with low-income clients or are citizens at large. The Committee meetings are open to the public.

All City-sponsored public meetings are held in accessible structures, and meeting notices include information regarding how persons needing special accommodations/interpretive assistance may request that assistance.

Citizen Participation Outreach

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
1	Internet Outreach	Non-English Speaking - Specify other language: Spanish Non-targeted/broad community	Unknown	None	N/A	https://chico.ca.us/post/2021-2022-hud-annual-action-plan
2	Public Meeting	Non-targeted/broad community	No comments. 7 attended. Meeting held Via Zoom and recorded.	None	N/A	
3	Public Meeting	Non-targeted/broad community	Citizen Advisory Committee meeting to hear presentations of Public Service funding applicants, 13 attendees. Meeting held via Zoom.	None	N/A	

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
4	Newspaper Ad	Non-targeted/broad community	Unknown. Published April 5, 2021 in Chico Enterprise Record	None	N/A	
5	Public Hearing	Non-targeted/broad community	Unknown	Three comments were received in support of the AAP.	N/A	
6	Public Hearing	Non-targeted/broad community	Unknown	One comment was received.		

Table 4 – Citizen Participation Outreach

Expected Resources

AP-15 Expected Resources – 91.220(c)(1,2)

Introduction

Anticipated Resources

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
CDBG	public - federal	Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services	923,294	0	629,278	1,552,572	4,322,454	

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Remainder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
HOME	public - federal	Acquisition Homebuyer assistance Homeowner rehab Multifamily rental new construction Multifamily rental rehab New construction for ownership TBRA	532,834	461,073	2,473,086	3,466,993	5,065,495	

Table 5 - Expected Resources – Priority Table

Explain how federal funds will leverage those additional resources (private, state and local funds), including a description of how matching requirements will be satisfied

The City maintains approximately \$9.26 million in match credit. This credit is derived from previous Low- and Moderate-Income housing funds of the former Redevelopment Agency, the value of land donations/leases, private donations and grants made to housing projects.

If appropriate, describe publically owned land or property located within the jurisdiction that may be used to address the needs identified in the plan

The City conveyed parcels on 20th Street for development of self-help homes for low to moderate income households by Habitat for Humanity. Additional City-owned land was rezoned to accommodate a 101 unit affordable multi-family housing complex for seniors. The City has entered into a long-term land lease with the developer of this project, Creekside Place. Additional property at Wisconsin and Boucher may be transferred to Habitat for Humanity for affordable homeownership housing.

Discussion

Annual Goals and Objectives

AP-20 Annual Goals and Objectives

Goals Summary Information

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
1	Development of Multi-Family Units	2020	2024	Affordable Housing	City of Chico	Affordable Housing Homelessness Prevention Neighborhood Revitalization	CDBG: \$767,056 HOME: \$3,283,710	Rental units constructed: 20 Household Housing Unit
2	Rehabilitation of Owner-Occupied Housing	2020	2024	Affordable Housing	City of Chico	Affordable Housing Homelessness Prevention Neighborhood Revitalization	CDBG: \$120,000	Homeowner Housing Rehabilitated: 10 Household Housing Unit
3	Rental Assistance	2020	2024	Affordable Housing Homeless	City of Chico	Homelessness Prevention	CDBG: \$64,000 HOME: \$130,000	Tenant-based rental assistance / Rapid Rehousing: 18 Households Assisted
4	Non Homeless Public Services	2020	2024	Non-Homeless Special Needs	City of Chico	Homelessness Prevention	CDBG: \$49,035	Public service activities other than Low/Moderate Income Housing Benefit: 358 Persons Assisted

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
5	Homeless Public Services	2020	2024	Homeless	City of Chico	Homelessness Prevention Homeless Services	CDBG: \$87,448	Public service activities for Low/Moderate Income Housing Benefit: 378 Households Assisted
6	Code Enforcement	2020	2024	Non-Housing Community Development	City of Chico	Neighborhood Revitalization	CDBG: \$120,000	Housing Code Enforcement/Foreclosed Property Care: 730 Household Housing Unit
7	Micro Enterprise Assistance	2020	2024	Non-Housing Community Development	City of Chico	Economic Development	CDBG: \$50,000	Businesses assisted: 75 Businesses Assisted
8	Infrastructure in Support of Housing	2020	2024	Affordable Housing	City of Chico	Affordable Housing Homelessness Prevention Neighborhood Revitalization	CDBG: \$110,374	Public Facility or Infrastructure Activities for Low/Moderate Income Housing Benefit: 4 Households Assisted

Table 6 – Goals Summary

Goal Descriptions

1	Goal Name	Development of Multi-Family Units
	Goal Description	Creekside Place, 1297 Park Avenue and Multifamily Rental Development.

2	Goal Name	Rehabilitation of Owner-Occupied Housing
	Goal Description	Preserve habitability and promote stability for low- and moderate income homeowners by facilitating connection to City sewer.
3	Goal Name	Rental Assistance
	Goal Description	Provide Tenant Based Rental Assistance (TBRA) to low-income households at risk of homelessness.
4	Goal Name	Non Homeless Public Services
	Goal Description	Provide Public Services which provide a safety net to support individuals and households from becoming homeless.
5	Goal Name	Homeless Public Services
	Goal Description	Provide services for individuals and households currently experiencing homelessness, including emergency shelter, transitional housing, street outreach and other needed services which are eligible as Public Services under CDBG.
6	Goal Name	Code Enforcement
	Goal Description	Provide code enforcement activities in low-income census tracts in order to address deteriorating conditions in both housing units and the physical environment, and support neighborhood revitalization efforts.
7	Goal Name	Micro Enterprise Assistance
	Goal Description	Provide business counseling, education and support to small businesses owned by Low and Moderate income individuals. This will support job creation and retention and job training needed by other Low-Moderate Income individuals.
8	Goal Name	Infrastructure in Support of Housing
	Goal Description	Provide funding for necessary public infrastructure to support the development of housing for low-income individuals, such as street improvements, sidewalks, storm drainage, sewer and water, and other necessary frontage improvements.

Projects

AP-35 Projects – 91.220(d)

Introduction

The Projects identified in this section directly address the 2020-2024 Consolidated Plan Priority Needs and Goals.

Projects

#	Project Name
1	CDBG Administration
2	HOME Administration
3	Rehab Program Delivery
4	Housing Services
5	Rental Development--Creekside Place on Notre Dame
6	Tenant Based Rental Assistance (TBRA)
7	Habitat Wisconsin
8	Code Enforcement
9	Economic Development
10	Homeowner Rehabilitation
11	PS Chico Housing Action Team
12	PS Chico Area Council on Aging--Meals on Wheels
13	PS Innovative Health Care Services--Peg Taylor Center
14	PS Catalyst Domestic Violence Services
15	PS Jesus Provides our Daily Bread
16	Rental Development--1297 Park Avenue
17	Rental Development--Multi-Family

Table 7 - Project Information

Describe the reasons for allocation priorities and any obstacles to addressing underserved needs

Prior to the Camp Fire, housing availability and homelessness were critical issues in the City. The Camp Fire and starting in early 2020, the COVID Pandemic have exacerbated these issues. Proposed activities focus on getting people into affordable housing, maintaining their housing through public services, connecting homeowners to City sewer and economic empowerment have been prioritized. Ongoing

obstacles to addressing underserved needs include:

- land prices and availability;
- resources for construction of infrastructure;
- affordable housing;
- skilled workforce;
- limited transportation options; and
- and limited resources for mental health and/or detox facilities.

AP-38 Project Summary
Project Summary Information

1	Project Name	CDBG Administration
	Target Area	City of Chico
	Goals Supported	Development of Multi-Family Units Rehabilitation of Owner-Occupied Housing Infrastructure in Support of Housing Rental Assistance Non Homeless Public Services Homeless Public Services Code Enforcement Micro Enterprise Assistance
	Needs Addressed	Affordable Housing Homelessness Prevention Homeless Services Neighborhood Revitalization Economic Development
	Funding	CDBG: \$184,659
	Description	General CDBG Administration, including Fair Housing objectives and Continuum of Care Administration
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	
	Planned Activities	General administration, fair housing workshops and Continuum of Care administration support
2	Project Name	HOME Administration
	Target Area	City of Chico
	Goals Supported	Development of Multi-Family Units Rental Assistance
	Needs Addressed	Affordable Housing
	Funding	HOME: \$53,283
	Description	General HOME Administration
	Target Date	6/30/2022

	Estimate the number and type of families that will benefit from the proposed activities	
	Location Description	
	Planned Activities	General Administration
3	Project Name	Rehab Program Delivery
	Target Area	City of Chico
	Goals Supported	Rehabilitation of Owner-Occupied Housing
	Needs Addressed	Affordable Housing Neighborhood Revitalization
	Funding	CDBG: \$20,000
	Description	Program delivery costs associated with Housing Rehabilitation Program activities.
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	Goal outcomes will be counted under Project #10.
	Location Description	
	Planned Activities	Program delivery costs associated with the Housing Rehabilitation activities (sewer connections).
4	Project Name	Housing Services
	Target Area	City of Chico
	Goals Supported	Development of Multi-Family Units Rental Assistance
	Needs Addressed	Affordable Housing Homelessness Prevention
	Funding	CDBG: \$64,000
	Description	Delivery of the TBRA Program and other non-rehab housing projects.
	Target Date	6/30/2022

	Estimate the number and type of families that will benefit from the proposed activities	Accomplishments will be counted under TBRA, homeowner and rental projects.
	Location Description	
	Planned Activities	TBRA administration and support of homeownership and rental units.
5	Project Name	Rental Development--Creekside Place on Notre Dame
	Target Area	City of Chico
	Goals Supported	Development of Multi-Family Units
	Needs Addressed	Affordable Housing Homelessness Prevention
	Funding	CDBG: \$110,000 HOME: \$2,024,800
	Description	101 affordable rental units for seniors and persons with disabilities. In addition to the CDBG and HOME funds, CHDO funds may be allocated to this project.
	Target Date	12/31/2022
	Estimate the number and type of families that will benefit from the proposed activities	101 total units, twelve of which will be HOME assisted.
	Location Description	Notre Dame Blvd. south of Humboldt Rd.
	Planned Activities	Creekside Place: New construction of 100 units for low-income seniors, including 15 units of permanent supportive housing for homeless seniors with a serious mental illness, and one manager unit.
6	Project Name	Tenant Based Rental Assistance (TBRA)
	Target Area	City of Chico
	Goals Supported	Rental Assistance
	Needs Addressed	Homelessness Prevention
	Funding	HOME: \$130,000
	Description	Tenant Based Rental Assistance
	Target Date	6/30/2022

	Estimate the number and type of families that will benefit from the proposed activities	18 extremely-low income families at risk of homelessness will be assisted.
	Location Description	
	Planned Activities	Temporary rental assistance for households working toward self-sufficiency. Assistance may go beyond 24 months in limited circumstances. Security deposit assistance for Housing Choice voucher holders unable to secure a lease but for this assistance. This assistance may be utilized throughout the City of Chico sphere of influence and within the city limits of Oroville.
7	Project Name	Habitat Wisconsin
	Target Area	City of Chico
	Goals Supported	Infrastructure in Support of Housing
	Needs Addressed	Affordable Housing Neighborhood Revitalization
	Funding	CDBG: \$110,374
	Description	Infrastructure and site improvements in support of self-help homes to be built by Habitat for Humanity.
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	Four low-to moderate-income households will benefit from the activity on Wisconsin Street.
	Location Description	Wisconsin Street
	Planned Activities	Off-site infrastructure in support of Habitat project on Wisconsin Street.
8	Project Name	Code Enforcement
	Target Area	City of Chico
	Goals Supported	Code Enforcement
	Needs Addressed	Neighborhood Revitalization
	Funding	CDBG: \$120,000

	Description	Code enforcement in low-income neighborhoods
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 730 households will benefit from identifying issues required to upgrade housing and neighborhoods.
	Location Description	Low- and Moderate-income census tracts within the city.
	Planned Activities	Code enforcement
9	Project Name	Economic Development
	Target Area	City of Chico
	Goals Supported	Micro Enterprise Assistance
	Needs Addressed	Economic Development
	Funding	CDBG: \$50,000
	Description	Microenterprise counseling and education
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	An estimated 75 small businesses will be assisted through education and technical assistance
	Location Description	
	Planned Activities	Funding for the Small Business Development Center for education workshops and technical assistance to small businesses
10	Project Name	Homeowner Rehabilitation
	Target Area	City of Chico
	Goals Supported	Rehabilitation of Owner-Occupied Housing
	Needs Addressed	Affordable Housing Neighborhood Revitalization
	Funding	CDBG: \$100,000
	Description	Connection to city sewer for homes occupied by low and moderate income households
	Target Date	6/30/2021

	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 10 low and moderate income households located in both the nitrate compliance areas and outside nitrate boundaries will be connected to city sewer.
	Location Description	
	Planned Activities	City sewer connection grants for low- and moderate-income homeowners within nitrate compliance areas. Housing rehabilitation grants for sewer connections to city sewer for low- and moderate-income homeowners outside nitrate boundaries.
11	Project Name	PS Chico Housing Action Team
	Target Area	City of Chico
	Goals Supported	Homeless Public Services
	Needs Addressed	Homelessness Prevention Homeless Services
	Funding	CDBG: \$31,453
	Description	Transitional/permanent supportive housing program for persons who are homeless with a mental illness.
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 13 homeless individuals with mental illness will benefit from this program
	Location Description	
	Planned Activities	Funding is for a part-time case manager to provide assistance to mentally ill residents living in homes managed by CHAT.
12	Project Name	PS Chico Area Council on Aging--Meals on Wheels
	Target Area	City of Chico
	Goals Supported	Non Homeless Public Services
	Needs Addressed	Homelessness Prevention
	Funding	CDBG: \$24,300
	Description	Public services funding for the Meals on Wheels program
	Target Date	6/30/2022

	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 300 seniors, with or without disabilities, will be assisted through this program
	Location Description	Chico
	Planned Activities	Meals on Wheels provides nutritious, dietetically correct meals on a daily basis to seniors and/or the infirm in their homes. The CDBG funding provides a subsidy to those unable to afford the total cost of the meal. Meals provided to the home allows clients to remain in their homes rather than in a hospital or other institution.
13	Project Name	PS Innovative Health Care Services--Peg Taylor Center
	Target Area	City of Chico
	Goals Supported	Non Homeless Public Services
	Needs Addressed	Homelessness Prevention
	Funding	CDBG: \$24,735
	Description	Public services funding for Peg Taylor Center--adult day health care and social services for disabled adults with serious health conditions
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 58 persons will be served by utilizing this funding
	Location Description	Peg Taylor Center/Center without Walls
	Planned Activities	Provision of comprehensive day health and social services for adults with serious health conditions; including nursing support, crisis assistance and care coordination, nutritionally balanced meals and transportation to care.
14	Project Name	PS Catalyst Domestic Violence Services
	Target Area	City of Chico
	Goals Supported	Homeless Public Services
	Needs Addressed	Homelessness Prevention Homeless Services
	Funding	CDBG: \$23,595

	Description	Operational costs for Catalyst Domestic Violence Services housing program
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 40 women and men experiencing domestic violence will benefit from the housing and supportive services provided by Catalyst
	Location Description	Catalyst shelter
	Planned Activities	Catalyst will provide housing and supportive services including case management, education and activities to increase positive coping and healthy relationship skills for people who are experiencing homelessness due to domestic or intimate partner violence. The shelter provides services to people regardless of gender, and their children.
15	Project Name	PS Jesus Provides our Daily Bread
	Target Area	City of Chico
	Goals Supported	Homeless Public Services
	Needs Addressed	Homeless Services
	Funding	CDBG: \$32,400
	Description	Operational costs for Sabbath House
	Target Date	6/30/2022
	Estimate the number and type of families that will benefit from the proposed activities	It is estimated that 325 individuals will benefit from the housing and supportive services provided by Jesus Provides our Daily Bread.
	Location Description	Sabbath House on Fair Street
	Planned Activities	Funding for case management services for participants residing at the Sabbath House. Participants are also provided daily meals, group life coaching sessions and life skills classes as well as vocational training.
16	Project Name	Rental Development--1297 Park Avenue
	Target Area	City of Chico
	Goals Supported	Development of Multi-Family Units
	Needs Addressed	Affordable Housing Homelessness Prevention

	Funding	CDBG: \$657,056 HOME: \$587,387
	Description	CDBG funds for demolition, remediation, site preparation for new permanent affordable multifamily units. HOME funds will be used for eligible construction costs.
	Target Date	6/30/2023
	Estimate the number and type of families that will benefit from the proposed activities	59 total units, five (5) of which will be HOME-assisted
	Location Description	1297 Park Avenue, Chico
	Planned Activities	Funding will support the demolition of an existing non-residential building, possible remediation work, site preparation and construction related to the development of 58 new, small permanent affordable units and one manager's unit.
17	Project Name	Rental Development--Multi-Family
	Target Area	City of Chico
	Goals Supported	Development of Multi-Family Units
	Needs Addressed	Affordable Housing Homelessness Prevention
	Funding	HOME: \$671,523
	Description	Multi-family project to be determined.
	Target Date	6/30/2024
	Estimate the number and type of families that will benefit from the proposed activities	A 60-unit apartment project serving very low and low income households. It is estimated that at least three units will be HOME-assisted.
	Location Description	TBD
	Planned Activities	Construction related to the development of 60 new, permanent affordable units.

AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

City of Chico

Geographic Distribution

Target Area	Percentage of Funds
City of Chico	100

Table 8 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

Low-income households reside throughout the City. Therefore, the City plans to provide assistance to the jurisdiction as a whole without excluding neighborhoods.

Discussion

Assistance will be directed to the City of Chico as a whole based on project feasibility and program demand. In addition, the Consolidated Plan, the Analysis to Impediments and Annual Action Plan goals will guide geographic distribution of investments.

Affordable Housing

AP-55 Affordable Housing – 91.220(g)

Introduction

One Year Goals for the Number of Households to be Supported	
Homeless	18
Non-Homeless	25
Special-Needs	5
Total	48

Table 9 - One Year Goals for Affordable Housing by Support Requirement

One Year Goals for the Number of Households Supported Through	
Rental Assistance	18
The Production of New Units	20
Rehab of Existing Units	10
Acquisition of Existing Units	0
Total	48

Table 10 - One Year Goals for Affordable Housing by Support Type

Discussion

One Year Goals for the Number of Households to be Supported include the following categories:

Homeless

TBRA: 18

Total: 18

Non-Homeless

Owner-Occupied/Rental Housing Rehabilitation- sewer connection): 10

New Multi-family Units: 15 (Creekside Place & rental housing development)

Total: 25

Special Needs

New Rental Units: 5 (1297 Park Avenue)

Total: 5

One Year Goals for the Number of Households Supported Through include the following categories:

Rental Assistance

TBRA: 18

Production of New Units

Rental Housing Development: 20 (Creekside, Park Ave, rental housing development)

Rehab of Existing Units

Owner-Occupied Housing Rehabilitation: 10

AP-60 Public Housing – 91.220(h)

Introduction

The Housing Authority of the County of Butte (HACB) operates 145 units of HUD-subsidized Low Income Public Housing within the City of Chico. This section summarizes HACB actions planned to address Public Housing needs and encourage Public Housing residents to become more involved in management.

Actions planned during the next year to address the needs to public housing

- Energy Conservation Measure – Electric upgrades, replacement of electrical fixtures, all Public Housing units (145);
- Hazardous Material Abatement – replace asbestos-containing floor tile with vinyl composition tile, ongoing, as units turn over;
- Water Heater and Appliance Replacements- replace unit water heaters and appliances which have reached the end of their useful life;
- Remodel Kitchens and Bathrooms - replace kitchens and/or bathrooms improvements at select CMU units;
- Implement HUD-mandated no-smoking policy;
- Landscape Improvements and ADA-related Path-of-Travel improvements to Rhodes Terrace and Shelton Oaks Apartments properties.

Actions to encourage public housing residents to become more involved in management and participate in homeownership

- Section 3 hiring opportunities made available to residents and area low-income as part of contractor engagement, contracting awards prioritized to contractors retaining Section 3 new hires;
- Participation in Resident Advisory Board (RAB), addresses Public Housing policy via revisions to Public Housing administrative policy Admissions and Continued Occupancy Policy (ACOP), operational feedback to management, and review of proposed Public Housing Capital Program expenditures;
- Per State law, two (2) Commissioners of the seven (7) member Board of Commissioners must be residents of Housing Authority-owned housing. Currently, one (1) resident of HUD Low Income Public Housing program represent such Housing Authority tenant interests;
- Public Housing residents are provided opportunity to propose and comment on annual revision to Public Housing Admissions and Continued Occupancy Policy (ACOP), such opportunity provided by Written Notice and 45-day comment period;
- Public Housing residents are provided opportunity to comment on changes proposed and/or

made to the Public Housing Lease, such opportunity provided by means of Written Notice and 60-day comment period;

- Public Housing residents are provided opportunity to comment on annual changes to Utility Allowances, such opportunity provided by means of Written Notice and 60-day comment period;
- Public Housing residents are provided opportunity to comment on annual changes made to the Schedule of Standard Maintenance Charges used for the Public Housing program, such opportunity provided by means of Written Notice and 30-day comment period.

If the PHA is designated as troubled, describe the manner in which financial assistance will be provided or other assistance

N/A – The Housing Authority of the County of Butte is a HUD-designated “High Performer” in administration of its Section 8 Housing Choice Voucher and Low-Income Public Housing programs.

Discussion

HACB plans to make electrical-related energy efficiency improvements to all of its Public Housing units over the next year. It also seeks to abate asbestos-containing flooring materials as units turn over, replace water heaters and appliances as select units, remodel kitchens and/or bathrooms at select units, and install landscape improvements at Rhodes Terrace and Shelton Oaks properties. It has implemented actions to encourage public housing residents to be more involved in program management, including provision of contracting opportunities, operating of the Resident Advisory Board, and seeing that two Commissioners on its Board as residents of HACB-owned housing and/or participants in HACB programs.

The HACB has initiated analysis of its HUD Public Housing portfolio, by project, regarding prospective renovation and/or repositioning. The HACB’s Public Housing properties are aging, and HUD has developed a number of financial tools that provide for Public Housing property renewal, re-structuring, repositioning, and/or disposition, to address and preserve service longevity. While no formal direction has been set or determined, the future of HUD Public Housing is being re-evaluated.

AP-65 Homeless and Other Special Needs Activities – 91.220(i)

Introduction

This section describes how the City will address the needs of homeless persons in the next year.

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

As the second year into the City's five-year Consolidated Plan, the City will continue to support Homeless Public Services and Homeless Public Facilities in the follow manners:

- Work with the Butte Countywide Homeless Continuum of Care (Butte CoC) to fully implement and continue to improve the Coordinated Entry System for homeless individuals. The Butte CoC has implemented the initial framework of the CES, which utilizes the VI-SPDAT for assessment, and which will use Butte 211 as the primary intake point. The County's housing and service providers are now largely engaged and unified in the use of HMIS and CES. This system should result in the efficient referral to appropriate services based on each homeless individual's needs.
- Work with Butte County, in partnership with the Butte CoC, to identify on-going funding sources for street and encampment outreach.
- The City's Police Target Team continues its collaboration with a Butte County Behavioral Health case worker to diffuse issues and direct people on the street to appropriate resources on a regular basis. The City has provided a vehicle for use by a mobile crisis unit to respond and provide crisis intervention seven days a week.
- The City's Homeless Solutions Coordinator will continue to explore and assess funding and resource possibilities for increased support for community members experiencing homelessness.

Addressing the emergency shelter and transitional housing needs of homeless persons

The City will address the emergency shelter and transitional housing needs of homeless persons through the following goals:

- Provide CDBG public services funding to the Chico Housing Action Team to provide transitional and permanent supportive housing to homeless individuals with a mental illness.
- Provide CDBG public services to Catalyst Domestic Violence Services to support the operations

of the Haven Shelter for individuals experiencing domestic violence.

- Provide CDBG public services funding to Jesus Provides our Daily Bread (Jesus Center) to support homeless men and women at the Sabbath House on Fair Street.
- Assist the Butte Countywide Homeless Continuum of Care (Butte CoC) in accessing HUD CoC funds for supportive housing through financial support, and participation with the Butte CoC Council
- Work with the True North to expand capacity at the Torres Shelter with non-HUD funds.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

The City's 2021-22 Annual Action Plan will address the following issues.

Helping homeless persons make the transition to permanent housing and independent living

- Support developer in commencement of construction of Creekside Place Apartments, which includes 15 units of permanent supportive housing for homeless seniors with a serious mental illness.
- Support developer in commencement of construction of 1297 Park Avenue to provide 58 units of special needs housing and one manager unit.
- Provide CDBG public services funding to the Chico Housing Action Team to provide transitional and permanent supportive housing for homeless individuals with a mental illness.
- Provide CDBG public services funding to Catalyst Domestic Violence Services to support the operations of the Haven Shelter for individuals experiencing domestic violence.
- Provide CDBG public services funding to Jesus Provides our Daily Bread (Jesus Center) to support homeless men and women at new Sabbath House (transitional housing facility) on Fair Street.
- Assist the Butte Countywide Homeless Continuum of Care (Butte CoC) in accessing HUD CoC funds for supportive housing through participation with the Butte CoC Council and the Greater Chico Homeless Taskforce.

Facilitating access for homeless individuals and families to affordable housing units

The Butte CoC is continuing to improve its Coordinated Entry System (CES) that will help homeless individuals and families understand their housing options and access housing in a timely manner. The Butte CoC has implemented CES, which utilizes the VI-SPDAT for assessment, and which will use Butte 211 as the primary intake point. The County's housing and service providers are now largely engaged and unified in the use of HMIS and CES. This system should result in the efficient referral to appropriate

services based on each homeless individual's needs. The City will collaborate with Butte CoC in this effort.

Preventing individuals and families who were recently homeless from becoming homeless again

- Continue to operate the Tenant Based Rental Assistance (TBRA) program to prevent homelessness.
- Provide CDBG public services funding to Chico Housing Action Team, Catalyst Domestic Violence Services, and Jesus Center to support their respective emergency shelter, transitional and permanent supportive housing programs.

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs.

The Coordinated Entry System described above will help Low Income individuals and families avoid becoming homeless after discharge from institutions or systems of care. The Coordinated Assessment System will track individuals' and families' needs and progress, and direct them to appropriate levels of housing and support services.

In summary, the City has set the following one-year goals and actions for reducing and ending homelessness:

- Initiate construction of Creekside Place Apartments, which includes 15 units of permanent supportive housing for homeless seniors with a serious mental illness.
- Initiate construction of 1297 Park Avenue, which will provide 58 units of permanent housing for special needs households.
- Provide CDBG public services funding to the Chico Housing Action Team to support their provision of transitional and permanent supportive housing to homeless individuals with a mental illness.
- Provide CDBG public services funding to Catalyst Domestic Violence Services to support the operations of the Haven Shelter for individuals experiencing domestic violence.
- Provide CDBG public services funding to Jesus Provides our Daily Bread (Jesus Center) to support homeless men and women at new Sabbath House (transitional housing facility) on Fair Street.
- Public Service funding will also be directed to agencies that support people to remain in their homes including the Peg Taylor Center and the Meals on Wheels programs.
- Continue to operate the Tenant Based Rental Assistance (TBRA) program to prevent

homelessness.

- Assist the Butte Countywide Homeless Continuum of Care (Butte CoC) in accessing HUD CoC funds for supportive housing through participation with the Butte CoC Council and the Greater Chico Homeless Task Force.

Discussion

AP-75 Barriers to affordable housing – 91.220(j)

Introduction:

This section describes the City's action plan to remove barriers to affordable housing.

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

Barriers to affordable housing have been removed or ameliorated through implementation of the 2030 General Plan, 2014-2022 Housing Element and updated Municipal Code. The Consolidated Plan strategy is to implement these policies to meet housing goals. The greatest barrier to producing affordable housing is not public policy nor market conditions, but the scarcity and competitiveness of public funding.

Discussion:

The City will continue to remove barriers to affordable housing by implementing the 2030 General Plan, 2014-2022 Housing Element, the upcoming 2022-2030 Housing Element, and updated Municipal Code. In addition, the City will take actions to address the barrier of limited public funding. The City will support efforts to raise funds for affordable housing from federal and state programs, and private partnerships. The City will pursue the new State Permanent Local Housing Allocation and the recently allocated CDBG-DR funds for development of additional multifamily housing and related infrastructure.

Through the update of the 2022-2030 Housing Element of the General Plan, an additional analysis of fair housing issues will be performed to inform additional actions that may be necessary to reduce any identified barriers.

AP-85 Other Actions – 91.220(k)

Introduction:

This section describes the City's actions to address underserved needs, maintain affordable housing, reduce lead-based paint hazards, reduce poverty, develop institutional structure, and enhance public-private coordination in these areas.

Actions planned to address obstacles to meeting underserved needs

- Support expansion of the Torres Shelter
- Continued allocation of CDBG funds for Micro-enterprise assistance through the Small Business Development Center technical assistance and counseling program
- Continue support of City's Homeless Solutions Coordinator

Actions planned to foster and maintain affordable housing

- Explore potential properties and partnerships for development of Single Room Occupancies, tiny homes, studios or one-bedrooms.
- Apply for appropriate new State funding such as Permanent Local Housing Allocation
- The City will see additional affordable housing units developed in the next two years. Those developments include: 1297 Park Avenue (57 units), Creekside Place (100 units), North Creek Crossings (105 family units), Lava Ridge (97 family units) and Deer Creek (155 units).
- Additional units are anticipated by the end of 2026, utilizing CDBG-DR funds.

Actions planned to reduce lead-based paint hazards

- Continue to implement lead-based paint hazard policies and procedures in the Tenant Based Rental Assistance (TBRA) and Housing Rehabilitation projects, as applicable.

Actions planned to reduce the number of poverty-level families

- City leases a parcel of land to the E Center to provide Head Start programming to low income families.
- Continued allocation of CDBG funds for the Small Business Development Center counseling program.
- Continued allocation of CDBG Public Services funds for the Meals on Wheels program.
- Continued allocation of HOME funds for self-help housing programs, such as Habitat for

Humanity and affordable housing developers.

Actions planned to develop institutional structure

- The City will continue to use CDBG and HOME Administration funds to implement the Consolidated Plan and Annual Action Plans, train staff, address the Analysis of Impediments to Fair Housing, complete annual CAPER reports, and comply with HUD regulations.
- Continue to update the Housing Resource Guide, which provides citizens with information to help them access affordable housing in the community.
- The City continues to work with non-profit groups to the extent possible, to improve the organizational capacity of housing and service organizations. There continues to be increased collaboration among the non-profits and City Departments.
- An additional Housing Division staff person was hired during FY19, increasing capacity for the City. City staff continues to be trained to assist in the administration of the CDBG program and takes advantage of HOME and CDBG trainings.

Actions planned to enhance coordination between public and private housing and social service agencies

- Continue to participate in the Butte Countywide Homeless Continuum of Care and the Greater Chico Homeless Task Force.
- Assist the Butte CoC members in achieving goals laid out in the 10-Year Strategy to End Homelessness, whenever possible.
- Assist the Butte CoC in planning and implementing the Coordinated Entry System for homeless persons.
- Continue partnership with Butte County Department of Employment & Social Services newly created HHOME Division.

Discussion:

Program Specific Requirements

AP-90 Program Specific Requirements – 91.220(I)(1,2,4)

Introduction:

Community Development Block Grant Program (CDBG)

Reference 24 CFR 91.220(I)(1)

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed	0
2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan.	0
3. The amount of surplus funds from urban renewal settlements	0
4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan	0
5. The amount of income from float-funded activities	0
Total Program Income:	0

Other CDBG Requirements

1. The amount of urgent need activities	0
2. The estimated percentage of CDBG funds that will be used for activities that benefit persons of low and moderate income. Overall Benefit - A consecutive period of one, two or three years may be used to determine that a minimum overall benefit of 70% of CDBG funds is used to benefit persons of low and moderate income. Specify the years covered that include this Annual Action Plan.	100.00%

HOME Investment Partnership Program (HOME)

Reference 24 CFR 91.220(I)(2)

1. A description of other forms of investment being used beyond those identified in Section 92.205 is as follows:
2. A description of the guidelines that will be used for resale or recapture of HOME funds when used

for homebuyer activities as required in 92.254, is as follows:

The Resale and Recapture provisions will be utilized for various homebuyer activities. The Resale provision will be used for Habitat for Humanity projects where the developer is also the first mortgage lender and Habitat stipulates that the home must be sold to an income eligible buyer during Habitat's affordability period. The home will be sold at a cost which allows the buyer to pay no more than 30% of their income to housing expense. The return to the seller will be the original investment plus the value of documented capital improvements. In the event of a declining market, the return may be zero. In the event of a short sale or foreclosure, the loan may be forgiven.

The Recapture provision may be used in the event the City's Mortgage Subsidy Program for first-time homebuyers is reinstated, whereby the first mortgage is held by a conventional lender. If the buyer sells the home or does not use it as a primary residence, the home may be sold to any buyer and the original principal and any accrued interest will be recaptured from net sales proceeds. Funds recaptured will be limited to net proceeds.

3. A description of the guidelines for resale or recapture that ensures the affordability of units acquired with HOME funds? See 24 CFR 92.254(a)(4) are as follows:

The home will be sold at a cost which allows the buyer to pay no more than 30% of their income to housing expense. The return to the seller will be the original investment plus the value of documented capital improvements. In the event of a declining market, the return may be zero. In the event of a short sale or foreclosure, the loan may be forgiven.

4. Plans for using HOME funds to refinance existing debt secured by multifamily housing that is rehabilitated with HOME funds along with a description of the refinancing guidelines required that will be used under 24 CFR 92.206(b), are as follows:

N/A