



SAN DIEGO  
HOUSING  
COMMISSION

# Moving Forward Moving To Work Program Annual Report for Fiscal Year 2023

San Diego Housing Commission  
Rental Assistance Division  
1122 Broadway, Suite 300  
San Diego, CA 92101  
[www.sdhc.org](http://www.sdhc.org)



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## SECTION I – INTRODUCTION AND AGENCY GOALS

### MESSAGE FROM THE INTERIM PRESIDENT & CEO

Guided by our Strategic Plan and utilizing our flexibility as a Moving to Work (MTW) agency, the San Diego Housing Commission (SDHC) continued during Fiscal Year (FY) 2023 to implement housing solutions for individuals and families with low income or experiencing homelessness in the City of San Diego.

Our initiatives supported progress toward our Strategic Priority Areas in our Strategic Plan.

For example, as of June 30, 2023, more than 2,300 affordable housing units were pending completion at developments that have received at least preliminary approval from the SDHC Board of Commissioners for financing. These include units for which SDHC has awarded more than 670 Project-Based Housing Vouchers to help pay rent for residents with low income or who experienced homelessness.



We also continue to guide families to opportunities for self-sufficiency and a better quality of life through our SDHC Achievement Academy, created in 2010 with our MTW flexibility. More than 2,000 people participated in SDHC Achievement Academy programs during FY 2023. Many participants increased their earnings, were placed in employment, received financial coaching and/or increased their credit score.

As we continue to serve as a leader in collaborative efforts to address homelessness in the City of San Diego, we also have secured Continuum of Care funds for a rapid rehousing program that will operate as part of our Moving Home Rapid Rehousing Program, which is one of our MTW initiatives. Our Landlord Engagement and Assistance Program (LEAP) will continue to support this and other homelessness programs in San Diego.

In support of our core value of belief in transparency as a government agency and to expand our outreach and public awareness, SDHC also launched social media accounts during Fiscal Year 2023. In addition, our Advocacy and Legislative Engagement Guide, developed and approved in Fiscal Year 2023, supports our strategic efforts to influence legislation that may affect the families we serve.

We are not alone in our efforts to identify and implement housing solutions amid housing and homelessness crises. The leadership and commitment of local, state and federal elected officials from San Diego is essential, and we thank them for prioritizing housing solutions. We also value the many civic leaders, developers, service providers and community organizations that work with us to achieve effective solutions to our most pressing housing needs.

SDHC looks forward to the positive impact our initiatives will have on families in need and the San Diego community as a whole, which are possible because of our MTW status and the strategic priorities that lead us in our decisions and daily work.

Sincerely,

Jeff Davis  
Interim President and Chief Executive Officer  
San Diego Housing Commission



### SHORT-TERM AND LONG-TERM MTW GOALS

#### LONG-TERM GOALS

The San Diego Housing Commission's (SDHC) Fiscal Year (FY) 2022 –2024 Strategic Plan provides the vision, mission, purpose, core values and strategic priorities for the agency.

The Strategic Plan guides SDHC's long-term goals. Short-term goals and accomplishments detailed in this report support progress toward SDHC's long-term goals and strategic priorities.

**Vision:** Everyone in the City of San Diego has a home they can afford.

**Mission:** The San Diego Housing Commission (SDHC) fosters social and economic stability for vulnerable populations in the City of San Diego through:

- Quality, affordable housing.
- Opportunities for financial self-reliance.
- Homelessness solutions.

**Purpose:** Help individuals, families and the San Diego community thrive.

**Core Values:** At SDHC, we:

- Serve our clients with equity, dignity and respect.
- Are committed to excellence and innovation in all we do.
- Believe in transparency and being good financial stewards.

**Strategic Priority Areas:**

1. Increasing and Preserving Housing Solutions.
2. Helping Families Increase Opportunities for Self-Sufficiency and Quality of Life
3. Investing in Our Team
4. Advancing Homelessness Solutions – Supporting the City of San Diego Community Action Plan on Homelessness
5. Advocacy, Communication, Public Engagement

The SDHC Board of Commissioners approved the Strategic Plan on July 9, 2021.

SDHC's Strategic Plan builds upon the accomplishments of the agency's previous Strategic Plans.

#### COMMUNITY ACTION PLAN ON HOMELESSNESS

The Community Action Plan on Homelessness for the City of San Diego (Community Action Plan), which the San Diego City Council accepted in October 2019, established short-term achievable goals, key principles and foundational strategies that provide a guide for long-term success in addressing homelessness. SDHC was the lead agency in the creation of the Community Action Plan, a comprehensive, 10-year plan for the City of San Diego.

The Community Action Plan recommended the creation of a governance structure that supports cross-agency collaboration, systems-level thinking and accountability. This included the creation of a citywide Leadership Council to review progress and provide direction; an Implementation Team of senior staff; and a project manager position to keep progress on track. SDHC Interim President & CEO Jeff Davis serves on the Leadership Council. SDHC Executive Vice President of Strategic Initiatives Lisa Jones and SDHC Strategic Programs Manager Nancy Sa serve on the Implementation Team, and SDHC Senior Vice President of Policy and Land Use Molly Weber is a policy liaison for the Community Action Plan.

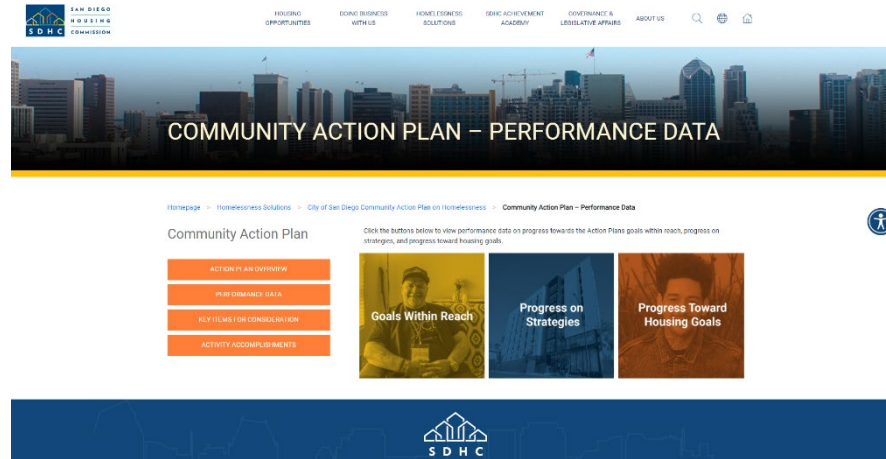
In fall 2022, the Leadership Council requested that an updated analysis of the crisis response and housing needs in the Community Action Plan be conducted. As a result, the Implementation Team worked with Corporation for Supportive Housing (CSH) to conduct an updated needs analysis. CSH is a nationally recognized consultant that worked with the Steering Committee to develop the

## SECTION I – INTRODUCTION AND AGENCY GOALS



Community Action Plan in 2019. The updates from this analysis are scheduled to be presented to the SDHC Board of Commissioners and the San Diego City Council’s Land Use and Housing Committee in October 2023 and to the San Diego City Council in November 2023.

SDHC created a dashboard, available on SDHC’s website, that provides updates about progress made toward the Community Action Plan’s goals and objectives, as well as the Community Action Plan’s accomplishments.



*Community Action Plan on Homelessness for the City of San Diego*  
<https://www.sdhc.org/homelessness-solutions/community-action-plan/overview/>

### SHORT-TERM GOAL

#### SDHC Partnership Developments

As of June 30, 2023, 26 developments that will provide more than 2,300 affordable rental housing units had received at least preliminary approval from the SDHC Board of Commissioners and were pending completion. SDHC has approved development loans of up to more than \$57.8 million and authorized the issuance of more than \$518 million in Multifamily Housing Revenue Bonds to support these developments:

- **Jamboree San Ysidro** (new construction) – 64 permanent supportive housing units for San Diegans with mental disabilities experiencing homelessness.
- **Scripps Mesa** (new construction, mixed income) – 53 affordable units for families with low-income.
- **Courthouse Commons** (new construction, mixed-income) – 41 affordable units for families with low-income.
- **The Helm** (new construction, mixed-income) – 77 affordable units for families with low-income.
- **Ulric Street Apartments II** (new construction) – 59 affordable units, for seniors with low- and very low-income, including six units set aside for seniors experiencing homelessness.
- **The Post 310** (new construction) – 42 affordable units for veterans with low-income, including 20 for veterans experiencing homelessness.
- **Aquila Apartments** (new construction) – 180 affordable units for families with low-income (Formerly known as 3Roots).
- **Mercado Apartments** (rehabilitation) – 142 affordable units for low-income families.
- **Ventana al Sur** (new construction) – 100 affordable units for low-income seniors, including 25 permanent supportive housing units for chronically homeless seniors and homeless seniors with a serious mental illness.
- **ShoreLINE Apartments** (new construction) – 124 affordable units for families and individuals with low-income.
- **Nestor Senior Village** (new construction) – 73 affordable units for seniors experiencing homelessness, including 35 units for seniors experiencing homelessness with serious mental illness.
- **Levant Senior Cottages** (new construction) – 126 affordable units for very low-income seniors.
- **Aurora Apartments** (new construction) – 46 affordable units for families and individuals with low-income (formerly known as The Merge).
- **Rancho Bernardo Transit Village** (new construction) – 99 affordable units for or individuals and families with low income.
- **Harrington Heights** (rehabilitation) – 270 affordable units for families with low income, including 75 supportive housing units for households experiencing homelessness (formerly known as 13<sup>th</sup> & Broadway).



- **Iris at San Ysidro** (new construction) – 99 affordable units for low-income families, including 15 units of permanent supportive housing for families experiencing homelessness.
- **Cortez Hill Apartments** (new construction) – 87 affordable units for low-income families and individuals, including 14 permanent supportive housing units for families and individuals experiencing homelessness.
- **Messina Senior Apartments** (new construction) – 78 affordable units for low-income seniors
- **Navajo Family Apartments** (new construction) – 44 affordable units for low-income families and individuals.
- **Iris Trolley Apartments** (new construction) – 63 affordable units for families with low income.
- **Cerro Pueblo** (rehabilitation) – 45 affordable units for individuals with low income.
- **Hacienda Townhomes** (rehabilitation) – 51 affordable units for families with low-income.
- **Cuatro at City Heights** (new construction, scattered sites) – 115 affordable units for families with low-income.
- **Serenade on 43rd** (new construction) – 64 affordable units for families and individuals with low income, including 31 set aside for individuals experiencing homelessness with a serious mental disability.
- **Mt Etna Family – Modica** (new construction) – 93 affordable units for individuals and families with low income.
- **8th Avenue Family Housing** (new construction) – 79 affordable units for families with low income.





## SECTION II – GENERAL OPERATING INFORMATION

### HOUSING STOCK INFORMATION MATRIX

#### ACTUAL NEW PROJECT-BASED VOUCHERS

Tenant-based vouchers that the MTW PHA project-based for the first time during the Plan Year. These include only those in which at least an AHAP was in place by the end of the Plan Year.

Property Name	Number of Vouchers Newly Project-Based		Status at End of Plan Year**	RAD?	Description of Project
	Planned*	Actual			
Ulric Street II	59	59	Committed	N/A	Homeless & Low-income
13th and Broadway	105	0	Committed	N/A	Homeless & Low-Income
Iris at San Ysidro	25	0	Committed	N/A	Low-income
Taormina	0	8	Committed	N/A	Low-Income
Messina	8	8	Committed	N/A	Homeless

**197                      75                      Planned/Actual Total Vouchers Newly Project-Based**

\* Figures in the "Planned" column should match the corresponding Annual MTW Plan.

\*\* Select "Status at the End of Plan Year" from: Committed, Leased/Issued

#### Please describe differences between the Planned and Actual Number of Vouchers Newly Project-Based:

13th and Broadway and Iris at San Ysidro had additional funding needs which delayed closing of project. Taormina was newly awarded in FY23. Messina was called Mt. Etna Senior Phase I in the FY23 MTW Annual Plan and was incorrectly included in the Actual Existing Project-Based Vouchers table.

#### ACTUAL EXISTING PROJECT-BASED VOUCHERS

Tenant-based vouchers that the MTW PHA is currently project-basing in the Plan Year. These include only those in which at least an AHAP was in place by the beginning of the Plan Year.

Property Name	Number of Vouchers Newly Project-Based		Status at End of Plan Year**	RAD?	Description of Project
	Planned*	Actual			
Take Wing	8	8	Leased/Issued	N/A	Homeless
Hollywood Palms	23	23	Leased/Issued	N/A	Low-Income
Leah Residence	14	14	Leased/Issued	N/A	Homeless
Townspeople	9	9	Leased/Issued	N/A	Homeless
Potiker	36	36	Leased/Issued	N/A	Low-Income
Alabama Manor	14	14	Leased/Issued	N/A	Low-Income
Meade	10	10	Leased/Issued	N/A	Low-Income
Santa Margarita	12	12	Leased/Issued	N/A	Low-Income
Courtyard	3	3	Leased/Issued	N/A	Low-Income
Hotel Sandford	27	27	Leased/Issued	N/A	Low-Income
Connections Housing	73	73	Leased/Issued	N/A	Homeless
Mason Hotel	16	16	Leased/Issued	N/A	Homeless
Parker-Kier	22	22	Leased/Issued	N/A	Homeless
Celadon	88	88	Leased/Issued	N/A	Homeless
Alpha Square	76	76	Leased/Issued	N/A	Homeless
New Palace Hotel	79	79	Leased/Issued	N/A	Homeless
Village North Senior	44	44	Leased/Issued	N/A	Homeless
Atmosphere	51	51	Leased/Issued	N/A	Homeless
Talmdge Gateway	59	59	Leased/Issued	N/A	Homeless
Cypress Apartments	62	62	Leased/Issued	N/A	Homeless
North Park Senior	8	8	Leased/Issued	N/A	Homeless
Quality Inn	91	91	Leased/Issued	N/A	Homeless
West Park	46	46	Leased/Issued	N/A	Homeless
The Lofts	52	52	Leased/Issued	N/A	Homeless
Zephyr Housing	84	84	Leased/Issued	N/A	Homeless
Vista Del Puente	38	38	Leased/Issued	N/A	Homeless

## SECTION II – General Operating Information



The Beacon	43	43	Leased/Issued	N/A	Homeless
Stella	62	62	Leased/Issued	N/A	Homeless
The Link	72	72	Leased/Issued	N/A	Homeless
San Ysidro Senior	50	50	Leased/Issued	N/A	Homeless
Hollister/Benson	82	82	Leased/Issued	N/A	Homeless
Ivy Apartments	52	52	Leased/Issued	N/A	Homeless
Ventana al Sur	25	25	Committed	N/A	Homeless
Trinity Place	73	73	Leased/Issued	N/A	Homeless
14th & Commercial	254	254	Leased/Issued	N/A	Homeless
The Helm (Front & Beech)	32	32	Leased/Issued	N/A	Low-Income
The Orchard at Hilltop	25	25	Leased/Issued	N/A	Low-Income
Jamboree-San Ysidro	64	64	Leased/Issued	N/A	Homeless
Tranquility at the Post 310	10	10	Committed	N/A	Homeless
Residence Inn Hotel Circle	190	190	Leased/Issued	N/A	Homeless
Residence Inn Kearny Mesa	142	142	Leased/Issued	N/A	Homeless
Hillcrest Inn	12	12	Leased/Issued	N/A	Homeless
Hacienda Townhomes	19	19	Leased/Issued	N/A	Low-Income
Shoreline	25	25	Committed	N/A	Low-Income
Tizon	44	44	Leased/Issued	N/A	Low-Income
Nestor Senior Village	73	73	Committed	N/A	Homeless
Levant Senior Cottages	70	70	Committed	N/A	Low-Income
Southwest Village	50	50	Committed	N/A	Low-Income
	<b>2,514</b>	<b>2,514</b>	<b>Planned/Actual Total Existing Project-Based Vouchers</b>		

\* Figures and text in the "Planned" column should match the corresponding Annual MTW Plan.

\*\* Select "Status at the End of Plan Year" from: Committed, Leased/Issued

### Please describe differences between the Planned and Actual Existing Number of Vouchers Project-Based:

Cortez Hill was included in the FY23 Plan as a planned project, but the AHAP was not executed in FY23 and was removed from the table.

### ACTUAL OTHER CHANGES TO MTW HOUSING STOCK IN THE PLAN YEAR

Examples of the types of other changes can include (but are not limited to): Units held off-line due to relocation or substantial rehabilitation, local non-traditional units to be acquired/developed, etcetera.

#### Actual Other Changes to MTW Housing Stock in the Plan Year

N/A

### GENERAL DESCRIPTION OF ALL ACTUAL CAPITAL EXPENDITURES DURING THE PLAN YEAR

Narrative general description of all capital expenditures of MTW funds during the Plan Year.

#### General Description of All Actual Capital Expenditures During the Plan Year

In Fiscal Year 2023, SDHC committed \$5.3 million in MTW funds to address the capital needs of SDHC's affordable housing portfolio and preserve and expand affordable housing in the City of San Diego. During the year, \$2.54 million of these funds was directed toward a comprehensive program of plumbing system upgrades in 5 properties in SDHC's affordable housing portfolio. An additional \$2.3 million was directed to complete on site improvements and rehabilitation efforts of the Valley Vista Apartments, Kearny Vista Apartments, and Hillcrest Inn properties which were acquired by SDHC in Fiscal Year 2020.

In Fiscal Year 2023, SDHC also expended \$367,000 toward acquisition efforts and opportunities to expand affordable housing on SDHC controlled assets. These efforts included predevelopment and due diligence activities to construct additional housing on SDHC's Via Las Cumbres property (VLC Phase III), and a second phase of ADU construction on SDHC-owned single-family homes. SDHC also worked toward the acquisition of Pacific Village, presently operating as a motel in the Midway/Loma Portal area of San Diego. SDHC has the property under contract, and has explored converting the property into 62 units of affordable housing with supportive services by way of the State of California's Homekey 3 program. The project is contingent on an anticipated award of Homekey funds in Fiscal Year 2024.

## SECTION II – General Operating Information



### LEASING INFORMATION MATRIX

#### ACTUAL NUMBER OF HOUSEHOLDS SERVED

Snapshot and unit month information on the number of households the MTW PHA actually served at the end of the Plan Year.

Number of Households Served Through:	Number of Unit Months Occupied/Leased*		Number of Households Served**	
	Planned ^^	Actual	Planned ^^	Actual
MTW Public Housing Units Leased	2,268	2,244	189	187
MTW Housing Choice Vouchers Utilized	192,864	174,252	16,072	14,521
Local, Non-Traditional: Tenant-Based	15,012	10,644	1,251	887
Local, Non-Traditional: Property-Based	12,768	13,512	1,064	1,126
Local, Non-Traditional: Homeownership	120	0	10	0
<b>Planned/Actual Totals</b>	<b>223,032</b>	<b>200,652</b>	<b>18,586</b>	<b>16,721</b>

\* "Planned Number of Unit Months Occupied/Leased" is the total number of months the MTW PHA planned to have leased/occupied in each category throughout the full Plan Year (as shown in the Annual MTW Plan).

\*\* "Planned Number of Households to be Served" is calculated by dividing the "Planned Number of Unit Months Occupied/Leased" by the number of months in the Plan Year (as shown in the Annual MTW Plan).

^^ Figures and text in the "Planned" column should match the corresponding Annual MTW Plan.

#### Please describe any differences between the planned and actual households served:

Due to the high rental market and need to focus on increasing payment standards to remain competitive, SDHC is having to achieve minor decreases in voucher utilization through attrition to ensure there is funding to accommodate upcoming payment standard increases. The Sponsor Based Subsidy Program serves a challenging population (SMI) who are trying to rent in the private rental market, so lease up rates were low in FY 2023. However, efforts to improve utilization rates are proving successful. The number of actual households served in the Moving Home program is less than the planned number because other funding sources were prioritized for expenditure. The program served a total of 106 households in FY2023, of which a total of 41 households were served using MTW funds. One Preservation of Affordable Housing project has been approved by the SDHC Board, but funds have not been expended. Funds are anticipated to be expended in FY 2024. The planned number of households served and unit months occupied/leased under LNT: Tenant-Based was reported incorrectly in the MTW FY 2023 Annual Plan. The number has been corrected in this table. The LNT: Homeownership figures were not included in the top table. This has been corrected here.

Local, Non-Traditional Category	MTW Activity Name/Number	Number of Unit Months Occupied/Leased*		Number of Households to be Served*	
		Planned^^	Actual	Planned^^	Actual
Tenant-Based	Sponsor-Based Subsidy Program/2011-8	11,808	8,340	984	695
Tenant-Based	Transitional Project-Based Subsidy Program/2013-6	564	564	47	47
Tenant-Based	Monarch Housing Program/2016-1	300	300	25	25
Tenant-Based	Guardian Scholars Program/2016-2	1,020	900	85	75
Tenant-Based	Moving On Program/2017-1	420	336	35	28
Tenant-Based	Moving Home Program/2018-1	900	204	75	17
Property-Based	Affordable Housing Development/2011-4	12,168	13,512	1,014	1,126
Property-Based	Preservation of Affordable Housing/2021-2	600	0	50	0
Homeownership	Homeownership Program/2022-1	120	0	10	0
<b>Planned/Actual Totals</b>		<b>27,900</b>	<b>24,156</b>	<b>2,325</b>	<b>2,013</b>

\* The sum of the figures provided should match the totals provided for each Local, Non-Traditional category in the previous table. Figures should be given by individual activity. Multiple entries may be made for each category if applicable.

^^ Figures and text in the "Planned" column should match the corresponding Annual MTW Plan.

Households Receiving Local, Non-Traditional Services Only	Average Number of Households Per Month	Total Number of Households in the Plan Year
N/A	0	0

#### ii. DISCUSSION OF ANY ACTUAL ISSUES/SOLUTIONS RELATED TO LEASING

Discussion of any actual issues and solutions utilized in the MTW housing program listed.

Housing Program	Description of Actual Leasing Issues and Solutions
MTW Public Housing	N/A
MTW Housing Choice Voucher	N/A
Local, Non-Traditional	Refer to Leasing Information Matrix table above



**WAITING LIST INFORMATION MATRIX**

**ACTUAL WAITING LIST INFORMATION**

Snapshot information on the actual status of MTW waiting lists at the end of the Plan Year. The "Description" column should detail the structure of the waiting list and the population served.

Waiting List Name	Description	Number of Households on Waiting List	Waiting List Open, Partially Open, or Closed	Was the Waiting List Opened During the Plan Year
Housing Choice Voucher: Tenant-Based	Community Wide	142,931	Open	Yes
Housing Choice Voucher: Project-Based	Community Wide	82,568	Open	Yes
Housing Choice Voucher: Project-Based Single	Community Wide	27,741	Open	Yes
Housing Choice Voucher: Project-Based	Site-Based	10	Open	Yes
Housing Choice Voucher: Project Based	Site-Based	0	Closed	No
Public Housing	Community Wide	113,941	Open	Yes
Local Non-Traditional	Community Wide	N/A	N/A	N/A

**Please describe any duplication of applicants across waiting lists:**

Applicants may apply to multiple rental assistance programs and often appear on multiple wait lists.

**ACTUAL CHANGES TO THE WAITING LIST IN THE PLAN YEAR**

Please describe any actual changes to the organizational structure or policies of the waiting lists(s), including any opening or closing of a waiting list, during the Plan Year.

Waiting List Name	Description of Actual Changes to Waiting List
Housing Choice Voucher: Tenant-Based	In CY2023 SDHC is updating its Rental Assistance Wait List in order to obtain an accurate inventory of the number of individuals and families waiting for rental assistance; and, has sent letters monthly to applicants to confirm continued interest. The Wait List Refresh may reduce the number of applicants on the list by up to 70%.
Housing Choice Voucher: Project-Based	In CY2023 SDHC is updating its Rental Assistance Wait List in order to obtain an accurate inventory of the number of individuals and families waiting for rental assistance; and, has sent letters monthly to applicants to confirm continued interest. The Wait List Refresh may reduce the number of applicants on the list by up to 70%.
Housing Choice Voucher: Project-Based Single	In CY2023 SDHC is updating its Rental Assistance Wait List in order to obtain an accurate inventory of the number of individuals and families waiting for rental assistance; and, has sent letters monthly to applicants to confirm continued interest. The Wait List Refresh may reduce the number of applicants on the list by up to 70%.
Housing Choice Voucher: Project-Based (Site Based)	N/A
Public Housing	In CY2023 SDHC is updating its Rental Assistance Wait List in order to obtain an accurate inventory of the number of individuals and families waiting for rental assistance; and, has sent letters monthly to applicants to confirm continued interest. The Wait List Refresh may reduce the number of applicants on the list by up to 70%.
Local Non-Traditional	N/A

## SECTION II – General Operating Information



### INFORMATION ON STATUTORY OBJECTIVES AND REQUIREMENTS

#### 75% OF FAMILIES ASSISTED ARE VERY LOW INCOME

HUD will verify compliance with the statutory requirement that at least 75% of the households assisted by the MTW PHA are very low income for MTW public housing units and MTW HCVs through HUD systems. The MTW PHA should provide data for the actual families housed upon admission during the PHA's Plan Year reported in the "Local, Non-Traditional: Tenant-based"; "Local, Non-Traditional: Property-Based"; and "Local, Non-Traditional: Homeownership" categories. Do not include households reported in the "Local, Non-Traditional Services Only" category.

Income Level	Number of Local, Non-Traditional Households Admitted in the Plan Year
80%-50% Area Median Income	28
49%-30% Area Median Income	34
Below 30% Area Median Income	265
<b>Total Local, Non-Traditional Households Admitted</b>	<b>327</b>

#### MAINTAIN COMPARABLE MIX

HUD will verify compliance with the statutory requirement that MTW PHAs continue to serve a comparable mix of families by family size by first assessing a baseline mix of family sizes served by the MTW PHA prior to entry into the MTW demonstration (or the closest date with available data) and compare that to the current mix of family sizes served during the Plan Year.

##### Baseline Mix of Family Sizes Served (upon entry to MTW)

Family Size	Occupied Public Housing Units	Utilized HCVs	Non-MTW Adjustments*	Baseline Mix Number	Baseline Mix Percentage
1 Person	12	4,808	0	4,820	35%
2 Person	14	2,867	0	2,881	21%
3 Person	5	2,103	0	2,108	15%
4 Person	4	1,729	0	1,733	13%
5 Person	1	1,139	0	1,140	8%
6+ Person	0	1,093	0	1,093	8%
<b>Total</b>	<b>36</b>	<b>13,739</b>	<b>0</b>	<b>13,775</b>	<b>100%</b>

\* Non-MTW Adjustments" are defined as factors that are outside the control of the MTW PHA. An example of an acceptable "Non-MTW Adjustment" would include demographic changes in the community's overall population. If the MTW PHA includes "Non-MTW Adjustments", a thorough justification, including information substantiating the numbers given, should be included below.

Please describe the justification for any "Non-MTW Adjustments" give below:

N/A

##### Mix of Family Sizes Served (in Plan Year)

Family Size	Baseline Mix Number	Baseline Mix Percentage**	Number of Households Served in Plan Year^	Percentage of Households Served in Plan Year^^	Percentage Change from Baseline Year to Current Plan Year
1 Person	4,820	35%	7,714	48%	13%
2 Person	2,881	21%	3,655	23%	2%
3 Person	2,108	15%	1,825	11%	-4%
4 Person	1,733	13%	1,277	8%	-5%
5 Person	1,140	8%	739	5%	-4%
6+ Person	1,093	8%	773	5%	-3%
<b>Total</b>	<b>13,775</b>	<b>100%</b>	<b>15,983</b>	<b>100%</b>	<b>0%</b>

\*\* The "Baseline Mix Percentage" figures given in the "Mix of Family Size Served (in Plan Year)" table should match those in the column of the same name in the "Baseline Mix of Family Sizes Served (upon entry to MTW)" table.

^ The "Total" in the "Number of Households Served in Plan Year" column should match the "Actual Total" box in the "Actual Number of Households Served in the Plan Year" table in Section II.B.i of this Annual MTW Report.

^^ The percentages in this column should be calculated by dividing the number in the prior column for each family size by the "Total" number of households served in the Plan Year. These percentages will reflect adjustment to the mix of families served that are due to the decisions of the MTW PHA. Justification of percentages in the current Plan Year that vary by more than 5% from the Baseline must be provided below.

Please describe the justification for any variances of more than 5% between the Plan Year and Baseline Year:

New project-based vouchers have been focusing on people experiencing homelessness, and many households experiencing homelessness are single person households.

## SECTION II – General Operating Information



### NUMBER OF HOUSEHOLDS TRANSITIONED TO SELF-SUFFICIENCY IN THE PLAN YEAR

Number of Households, across MTW activities, that were transitioned to the MTW PHA's local definition of self-sufficiency during the Plan Year.

MTW Activity Name/Number	Number of Households Transitioned to Self Sufficiency*	MTW PHA Local Definition of Self Sufficiency
Adopt a Local Interim Policy/2010-7	1,035	Decrease in the number of decrease of income interims processed from the baseline.
Sponsor-Based Subsidies for the Homeless/2011-8	3	Transitioned into the Moving On Program or receiving a voucher.
Path to Success/2012-1	23	Exiting a rental assistance program due to \$0 HAP or voluntary surrender of assistance.
Family Self Sufficiency Reinvention/2013-2	11	Successful completion of the MTW FSS Program.
Transitional Project-Based Subsidies for the Homeless/2013-6	10	Transitioning to permanent housing.
Monarch School Project/2016-1	0	Transitioning to permanent housing.
Guardian Scholars Program/2016-2	23	Graduation from post-secondary education.
Moving On Program/2017-1	2	Transitioning to permanent housing.
Moving Home/2018-1	14	Transitioning to permanent housing.
	<b>1,121</b>	<b>Total Households Transitioned to Self Sufficiency</b>

\* Figures should match the outcome reported where metric SS#8 is used in Section IV of this annual MTW Report.



## SECTION III – PROPOSED MTW ACTIVITIES: HUD APPROVAL REQUESTED

All proposed MTW activities that were granted approval by HUD are reported in Section IV as ‘Approved Activities’.



**SECTION IV – APPROVED MTW ACTIVITIES**

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## Section IV – Approved MTW Activities



### 2010-1. IMPLEMENT A REVISED INSPECTION PROTOCOL

#### PLAN YEAR IDENTIFIED

Fiscal Year 2010

#### IMPLEMENTATION DATES

October 1, 2009 (Biennial Cycle)

June 1, 2010 (Self-Certification of Repairs)

#### PLAN YEAR AMENDED

N/A

#### ACTIVITY DESCRIPTION

This activity reduces the number of required inspections by placing units on a Biennial Inspection Cycle and allowing owners to self-certify Housing Quality Standards (HQS) for minor fail items for all inspection types. The activity enables SDHC to utilize Federal expenditures more efficiently.

The first iteration of the activity utilized qualifying criteria for placement on a 24-month cycle. Units passing two consecutive initial and/or annual inspections on the first attempt qualified for the biennial inspection cycle. The unit remained on the biennial cycle as long as the unit continued to pass inspection on the first attempt in subsequent years. Upon a failed inspection, the unit reverted back to the annual inspection cycle until meeting the eligibility requirements for placement back onto the biennial inspection cycle.

Effective January 1, 2015, SDHC removed the qualifying criteria from the inspections protocol and implemented a biennial inspections cycle for all tenant-based participants, including the VASH and NED programs. Inspections were also optimized to (1) balance the number of inspections between the months and years and (2) utilize zones defined by census tracts to schedule clusters of inspections to maximize travel time. In March 2017, SDHC placed additional housing programs on the biennial inspection cycle. The programs include the Sponsor-Based Subsidy Program, the Family Unification Program, and all project-based vouchers. The Guardian Scholars Housing Program, Monarch School Housing Program, and Transitional Project-Based Subsidies for the Homeless Program transitioned to a biennial inspection cycle in June 2018.

Concerning the Self-Certification of Repairs: Inspectors conducting an annual inspection where only a minor fail item prohibits the unit from receiving a “Pass” result have the discretion to allow the tenant and owner the opportunity to complete a Self-Certification of Repair form in lieu of scheduling a second inspection. When the option is available, the tenant and property owner remedy the minor fail item and return the signed Self-Certification of Repair form to SDHC. The unit is issued a “Pass” status upon receipt of the form.

During Fiscal Year 2020, as a result of the COVID-19 pandemic, a technical amendment to the activity was approved. The approved modifications were:

- Both landlords and tenants are required to self-certify that the building, premises, and unit fulfill HQS requirements with SDHC
- If the self-certification indicates the presence of any health or safety concerns, SDHC will conduct a physical inspection taking proper precautions pertaining to the type of emergency.

#### IMPACT OF ACTIVITY

Using the revised inspection protocol, SDHC initially predicted saving 1.5 Full Time Equivalent (FTEs) due to the overall reduction of mandatory HQS inspections utilizing the capacity of the Self-Certification of Repair process and the biennial inspection cycle system. At the conclusion of Fiscal Year 2023, SDHC reduced the total number of inspections by 5,251 when compared to baseline numbers which translated into an approximate savings of 6 FTEs. The additional staff savings allows the inspections department to continue

## Section IV – Approved MTW Activities



scheduling the HQS inspections, maintain an inspections coordinator, and continue increasing the number of Quality Assurance inspections conducted.

IMPLEMENT A REVISED INSPECTION PROTOCOL				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1:</b> Agency Cost Savings <i>Total cost of task in dollars (decrease).</i>	\$544,779	\$451,737	\$403,002	Yes
<b>CE #2:</b> Staff Time Savings <i>Total time to complete the task in staff hours (decrease).</i>	15,133	12,548	11,195	Yes
<b>CE #3:</b> Decrease in Error Rate of Task Execution <i>Average error rate in completing a task as a percentage (decrease).</i>	11%	10%	0.0%	Yes

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

N/A

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2010-2. AUTHORIZE SDHC TO INSPECT AND DETERMINE RENT REASONABLENESS FOR SDHC-OWNED PROPERTIES

### PLAN YEAR IDENTIFIED

Fiscal Year 2010

### IMPLEMENTATION DATE

July 13, 2009

### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

Federal regulations require an outside inspection contractor to perform HQS inspections and rent reasonableness determinations on Public Housing Authority-owned units receiving Federal subsidies for housing programs. SDHC owns over 2,000 affordable housing units in which the regulations under standard HQS requirements may apply. In order to reduce cost and achieve greater cost effectiveness in Federal expenditures, SDHC received permission from HUD to conduct inspections and determine rent reasonableness for SDHC-owned units using MTW waivers.

### IMPACT OF ACTIVITY

SDHC conducted 847 inspections on SDHC-owned units during Fiscal Year 2023 and utilized a third-party vendor for 50 of those inspections during the reporting period. The cost for a third-party vendor to conduct inspections per regulations is \$23,627. As a result of the initiative, SDHC saved \$4,146 thus SDHC more efficiently and effectively utilized Federal expenditures. Staff time savings are not achieved since SDHC conducts additional inspections as a result of the activity. The decrease in error rate is measured in terms of

## Section IV – Approved MTW Activities



whether or not a unit passes inspection on the first instance when a quality control inspection is conducted. In Fiscal Year 2023, the error rate remained at 0 percent.

AUTHORIZE SDHC TO INSPECT AND DETERMINE RENT REASONABLENESS FOR SDHC-OWNED PROPERTIES				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$128,716	\$105,731	\$17,457	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	0	0	0	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	14%	10%	0%	Yes

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2010-4. CHOICE COMMUNITIES

### PLAN YEAR IDENTIFIED

Fiscal Year 2010

### IMPLEMENTATION DATE

January 1, 2010 (Security Deposit Program, Affordability Cap, and Mobility Counseling)

June 1, 2010 (Payment Standards)

### PLAN YEAR AMENDED

Fiscal Year 2012

Fiscal Year 2018

### ACTIVITY DESCRIPTION

The Choice Communities initiative focuses on providing incentives and assistance to MTW program participants aspiring to move to areas of opportunity. SDHC uses a three-pronged approach containing the following elements:

1. A security deposit loan program for families moving to high opportunity areas.
2. A robust mobility counseling program which offers the provision of pre- and post-move counseling, resources and information, assistance with the unit search, and guidance to families expressing interest in moving to neighborhoods of opportunity. The mobility counselor also engages in significant landlord outreach to increase landlord participation and market the Housing Choice Voucher program.
3. Increased payment standards for opportunity zip codes.

Note: The Choice Communities activity previously employed a four-pronged approach to incentivize participants to move into low-poverty areas of San Diego. Implementation of the Fiscal Year 2015 activity increasing the rent burden from 40 percent to 50 percent program wide eliminated the need for this component of the Choice Communities initiative.

## Section IV – Approved MTW Activities



Initially, nine zip codes were identified as target areas for participants seeking to relocate to a better neighborhood. In the Fiscal Year 2018 MTW Annual Plan, SDHC re-proposed the initiative to authorize the agency to determine local Fair Market Rents which considers both gross rents and opportunity indicators in order to establish a payment standard structure. Three opportunity areas were identified according to the opportunity indicators, and updated payment standards were applied to each area: Signature, Enterprise, and Choice. Enterprise Communities and Choice Communities are considered areas of opportunity. The new payment standards were implemented effective January 1, 2018.

During Fiscal Year 2020, the mobility counseling team developed community profiles to inform program participants on areas within SDHC's jurisdiction. These profiles include information on mass transit routes, schools, hospitals, grocery stores, parks, and types of housing found in the area (mobile homes, multi-family, single family attached, and single family detached). SDHC's mobility counseling team also shares with participants the major employers that are located in the area, as well as information on industries found in each community. This information is particularly valuable to participants that are interested in moving into a different area of the City of San Diego that they may not be familiar with.

### IMPACT OF ACTIVITY

To date, 859 households have moved into choice or enterprise neighborhoods since implementation of the activity in January 2010. A total of 63 percent of total moves processed in FY 2023 involved families moving into or within areas of higher opportunity. Of this, 51 percent were moving from areas of lower opportunity into areas of higher opportunity and 49 percent were already residing in areas of higher opportunity and moving within the same area.

100 percent of the 180 families moving into Enterprise and Choice areas during Fiscal Year 2023 received services aimed to increase housing choice while 102 families participated in the Security Deposit Loan Program. Total dollars loaned in the fiscal year equaled \$208,936 with a cumulative total of \$2,130,569 since program implementation.

Note: Families newly admitted to the program and port-ins are not included in the metric measuring the increase in resident mobility since SDHC cannot verify the poverty rate and opportunity indicators of origin. During Fiscal Year 2023, via internal tracking, a total of 68 percent of newly admitted families were identified as moving into units within Enterprise and Choice areas.

CHOICE COMMUNITIES				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase).	33	300	652	Yes
<b>HC #7: Households Assisted by Services that Increase Housing Choice</b> Number of households receiving services aimed to increase housing choice (increase).	0	750	788	Yes

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## Section IV – Approved MTW Activities



### 2010-5. STANDARDIZE UTILITY ALLOWANCES BY UNIT SIZE

#### PLAN YEAR IDENTIFIED

Fiscal Year 2010

#### IMPLEMENTATION DATE

October 1, 2009

#### PLAN YEAR AMENDED

N/A

#### ACTIVITY DESCRIPTION

The activity authorizes a simplified utility allowance structure where the utility allowance amount is based on whether or not the family is responsible for the water/sewer portion of the utilities. The standardized utility allowance schedule reduces the administrative burden related to applying the correct utility allowances during the rent calculation process as well as reduces administrative errors.

Please see the chart below for a review of the utility allowance amounts used for the purposes of the initiative:

Bedrooms	MTW Standard Utility Allowance - Sewer/Water Included	MTW Standard Utility Allowance - Sewer/Water Not Included
0	\$49	\$18
1	\$49	\$25
2	\$83	\$36
3	\$113	\$49
4	\$154	\$68
5	\$176	\$72
6	\$192	\$94

\* Excluding \$0 Utility Allowance Households

#### IMPACT OF ACTIVITY

The utility allowance calculation was simplified in order to streamline certification and leasing processes as well as reduce the complexity of the utility allowance for ease of administration, especially as related to landlords and tenants. The streamlined utility allowance is only offered to tenants currently responsible for utilities as prescribed in the lease and HAP contract. The activity has had a positive impact on program administration; calculation error rates were reduced and significant staff time savings were seen as a result of the implementation.

#### STANDARDIZE UTILITY ALLOWANCE BY UNIT SIZE

Metric	Baseline	Benchmark	Outcome	Benchmark Achieved?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$31,710	\$6,330	\$4,836	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	1,057	211	161	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	11%	6%	1%	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase).	\$62,464,332	\$68,710,765	\$100,741,788	Yes

#### HARDSHIP REQUESTS

In Fiscal Year 2023, zero families requested a hardship exemption due to the new policy. SDHC does not anticipate receiving any hardship requests since fourteen years have elapsed since implementation of the activity. However, the hardship policy remains in effect in the event a household requests the hardship in the future.



**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2010-6. SIMPLIFY INCOME AND ASSET VERIFICATION SYSTEMS**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2010

**IMPLEMENTATION DATE**

October 1, 2009

**PLAN YEAR AMENDED**

Fiscal Year 2016

**ACTIVITY DESCRIPTION**

The income and asset verification policy was simplified in order to streamline verification processes related to conducting annual and interim certifications. The revised verification policy originally contained two main components: Allowing program participants to self-certify the total cash surrender value of all assets when less than \$10,000 and restructuring the order of the verification hierarchy. Using the new verification system, staff was not required to issue third-party verifications to verify income and assets and was able to rely on review of documents and UIV as the preferred method of verification. EIV reports are utilized according to HUD requirements while applying the flexibilities afforded SDHC via (1) the MTW activity modifying EIV requirements related to the income report review schedule and (2) the biennial reexamination cycle.

In the Fiscal Year 2016 MTW Plan, SDHC re-proposed the activity in order to:

1. Eliminate assets from the rent calculation regardless of the methods of acquisition or disposal; and
2. Disallow homeownership as criterion for program eligibility and ongoing participation.

SDHC implemented the modifications to the initiative with new admissions effective October 2015, moves/interim requests received May 2016 and after, and full reexaminations of income and household composition effective July 2016.

**IMPACT OF ACTIVITY**

The effect of the initiative was a significant reduction in the number of third party verifications sent on behalf of the participant. Also, since staff no longer was required to verify assets, staff savings resulted from the initiative.

SIMPLIFY INCOME AND ASSET VERIFICATION SYSTEMS TO REDUCE ADMINISTRATION COSTS				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$17,040	\$3,345	\$1,041	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	568	112	35	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	13%	7%	0	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase).	\$62,464,332	\$68,710,765	\$100,741,788	Yes

**HARDSHIP REQUESTS**

N/A



**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

During Fiscal Year 2010 and Fiscal Year 2011, SDHC utilized a manual tracking log completed by staff on a monthly basis to capture the number of third-party verifications issued to verify sources of income and assets. Although an accurate method of data collection, the tracking log proved to create an administrative burden for staff required to track these instances. In response, SDHC instituted an alternative data collection methodology requiring staff to only complete the tracking log for one cycle over the course of the applicable fiscal year. The collected data is then trended over the course of 12 months using full collections of historical data as a baseline of comparison. The revised method was suggested and approved by HUD during the Fiscal Year 2011 MTW annual site visit.

**2010-7. ADOPT A LOCAL INTERIM CERTIFICATION POLICY**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2010

**IMPLEMENTATION DATE**

July 1, 2011

**PLAN YEAR AMENDED**

Fiscal Year 2012 Amendment

**ACTIVITY DESCRIPTION**

The local interim policy was created to encourage non-elderly/non-disabled households to maintain current sources of income, thus encouraging self-sufficiency and economic independence.

Changes enacted under the local interim policy include the following elements:

- If the decrease in income is a result of loss of employment, the participant must apply for unemployment benefits (UIB). An interim will not be processed until the household provides proof of the UIB determination.
- The household is only allowed one decrease in the rent portion in a 12-month period due to a reduction in income; multiple decreases within the 12 months are not processed.
  - **Update:** This policy was suspended as a result of SDHC’s FY 2020 technical amendment in response to the COVID-19 pandemic. This COVID Interim Policy expired on June 30, 2022 and the original interim policy was reinstated.
- All household income, including new income obtained since the last full reexamination is considered for purposes of determining eligibility for the decrease in income interim and will be used in the rent calculation if the interim is processed.
- The loss of income must result in a reduction of the rent portion by more than 20 percent. A household does not qualify for an interim adjustment if the change in the rent portion is less than 21 percent.
  - **Update:** This policy was suspended as a result of SDHC’s FY 2020 technical amendment in response to the COVID-19 pandemic. This COVID Interim Policy expired on June 30, 2022 and the original interim policy was reinstated.
- An interim will not be processed due to a decrease of public assistance income resulting from a finding of fraud or a failure to comply with work/school requirements.
- The loss of the income source must be through no fault of the program participant. A voluntary loss of income, such as terminating employment without good cause, is not considered an eligible “decrease of income” for purposes of granting a decrease of income interim.



- **Update:** This policy was suspended as a result of SDHC’s FY 2020 technical amendment in response to the COVID-19 pandemic. This COVID Interim Policy expired on June 30, 2022 and the original interim policy was reinstated.

In addition to the changes enacted through MTW flexibility, SDHC revised additional components of the decrease of income interim policy. The following revisions do not require MTW authority:

- The decrease of income must be expected to last more than 90 days, a change from the previous 60-day threshold.
  - **Update:** This policy was suspended as a result of SDHC’s FY 2020 technical amendment in response to the COVID-19 pandemic. This COVID Interim Policy expired on June 30, 2022 and the original interim policy was reinstated.
- The decrease of income interim will be effective the first of the month following the receipt of all required documents from the households, not the first of the month following the written request per the preceding policy.
- If determined eligible for an interim reduction in the rent portion and the interim reexamination is processed, the household must report any increase in income within ten (10) days of the increase. The prior policy did not contain this requirement.
  - **Update:** This policy is no longer effective as of June 30, 2017.

Please note: The local interim policy and the flexibilities waived using MTW authority are not applicable to elderly/disabled households.

The hardship exemption was created in response to the interim policy limiting the number of decrease of income interims. All requests are reviewed on a case-by-case basis. The eligibility criterion for a hardship approval is as follows:

- 1) The participant household must provide proof of the inability to continue paying the current rent portion because of a financial hardship, including:
  - a) The family’s income has decreased because of loss of employment through no fault of the family, and the family demonstrates efforts towards regaining employment;
  - b) A death has occurred in the family which eliminates a prior source of income; or
- 2) Other circumstances determined to warrant an exemption by SDHC.
- 3) The qualifying financial hardship is long-term (a minimum of 3 months).

A written hardship request and supporting documentation is reviewed by designated staff within the rental assistance department, and a determination is completed based upon the aforementioned criteria and a preponderance of evidence supporting the household’s contention.

### IMPACT OF ACTIVITY

The number of decrease of income interim reexaminations decreased from Fiscal Year 2022 levels; a total of 302 decrease of income interims were processed for Work-Able families. The average earned income amounts for households surpassed benchmark levels resulting in a 53 percent increase over the baseline.

As a separate metric, SDHC also measured the average annual income of Work-Able families to determine if other sources of income were obtained in lieu of earned income. The resulting annual average calculated at \$33,183 at the close of the fiscal year, a 75 percent increase over the baseline measurement of \$18,971. SDHC believes the Local Interim Policy in combination with Path to Success and Achievement Academy work-readiness services is responsible for the productive economic behaviors displayed in the outcomes.





## ADOPT A LOCAL INTERIM RECERTIFICATION POLICY

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$21,000	\$20,160	\$6,427	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	700	672	214	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase).	\$62,464,332	\$68,710,765	\$100,741,788	Yes
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase).	\$20,831	\$22,914	\$27,335	Yes
<b>SS #3: Increase in Positive Outcomes in Employment Status</b>				
(1) Employed Full-Time	50	63	68	Yes
(2) Employed Part-Time	29	36	63	Yes
(3) Enrolled in an Educational Program	16	20	2	No
(4) Enrolled in Job Training Program	32	40	57	Yes
<b>SS #4: Households Removed from Temporary Assistance for Needy Families (TANF)</b> Number of households receiving TANF assistance (decrease).	2,010	1,700	1,508	Yes
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase).* *For purposes of the metric, self-sufficiency is defined as exiting a rental assistance program due to \$0 assistance rendered or voluntary surrender of assistance.	0	100	1035	Yes

**HARDSHIP REQUESTS**

During Fiscal Year 2023, 18 households requested a standard hardship exemption; one household was approved.

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology

**2010-9. EXPAND THE PROJECT-BASED VOUCHER PROGRAM****PLAN YEAR IDENTIFIED**

Fiscal Year 2010

**IMPLEMENTATION DATE**

September 1, 2009

**PLAN YEAR AMENDED**

Fiscal Year 2015

**ACTIVITY DESCRIPTION**

Under the initiative, local non-profits and developers compete for the opportunity to receive a project-based allocation of vouchers, at times coupled with the provision of supportive services. SDHC may award the project-based vouchers (PBV) using a non-competitive process if the competitive process does not yield viable proposals meeting SDHC's objective. SDHC utilizes flexibilities from an existing initiative from the Fiscal Year 2011 Plan allowing SDHC to project-base units in SDHC-owned developments without a competitive process. In the Fiscal Year 2015 Plan, SDHC re-proposed the activity to add additional flexibilities to administer project-based vouchers. All flexibilities contained in this initiative apply to SDHC-owned units as well.



SDHC uses the following MTW flexibilities and strategies to increase housing choice in San Diego:

- 1) Collaborate with local developers and non-profit housing providers by creating long-term subsidies by means of project-based vouchers, in exchange for the creation of affordable housing for designated low-income populations. The provision of supportive services may be required in the PBV development.
- 2) Increase the range of options available to low-income households living in high-poverty areas by allowing SDHC to approve an exception payment standard for PBV developments without requiring HUD approval. Since SDHC's jurisdiction contains pockets of neighborhoods with high Fair Market Rents (FMRs), approving exception payment standards exceeding 110% of the FMR without requiring HUD approval increases viable low-income housing options in affluent sectors of the City. SDHC will determine exception areas based on the average percent below the poverty line in contiguous census tracts. The average percent below the poverty line must be less than 30 percent of the published AMI in no less than two contiguous census tracts. The maximum contract rent per unit will adhere to rent reasonableness requirements and apply only in project-based developments to ensure cost effectiveness. Application of the policy will be closely monitored for financial considerations. SDHC will determine rent reasonableness for SDHC-owned units as authorized through a Fiscal Year 2010 MTW activity.
- 3) Designate greater than 20 percent of SDHC's voucher allocation as PBV with a maximum allotment of 5 percent of total vouchers authorized as PBV per year.
- 4) Expand the use of project-based vouchers by increasing the permissible percentage of subsidized units in a single development from 25 percent to 100 percent. The number of designated PBV units in a contract may increase outside of the initial term of the contract.
- 5) In conjunction with programs such as the Neighborhood Stabilization Program, SDHC may apply creative measures utilizing project-based vouchers to increase housing opportunities in vacant and foreclosed properties in the community.
- 6) Allow for project-specific waiting lists maintained by the owners or non-profit providers in compliance with agency standards.
- 7) SDHC and/or the developer may require the resident to participate in supportive services as a condition of tenancy. Examples of supportive services rendered may include, but are not limited to, case management, trauma treatment, health and dental care, legal assistance, substance abuse counseling, and mental health therapy. The supportive services offered will be determined by the population served at each PBV complex and the specialized treatment offered by partnering agencies providing the services. Failure to engage in the supportive services may result in program non-compliance with the possibility of termination. Each instance of non-compliance will be evaluated on a case-by-case basis with a decision rendered per the language contained in Memorandum of Understanding between SDHC and the partnering agency. Extenuating circumstances will be considered for purposes of determining the appropriate course of action as is consistent with current agency practice.

The selected partners are authorized to conduct initial and on-going eligibility determinations while assisting the residents with completing paperwork and gathering verification documents. SDHC recognizes certain confidential verification sources, such as EIV, are not accessible to the partnering agencies. For this reason, SDHC continues to generate and analyze these types of documents and reports. In such instances, the finalized packets are forwarded to SDHC staff for review, final eligibility determination, certification processing, quality control auditing, and submission of the HUD-50058.

SDHC maintains responsibility for calculating the tenant's rent portion. The rent calculation methodology utilized for PBV participants parallels the calculation used for tenant-based voucher participants, including the application of rent reform activities designed under the MTW program.

SDHC participates in the San Diego Continuum of Care's (CoC) Coordinated Entry System (CES). CES is designed to identify the most vulnerable households experiencing homelessness in the region and prioritize and connect them to available community housing resources with as few barriers as possible. CES utilizes a combination of assessments, as well as data elements collected as part of a household's Homeless Management Information System (HMIS) profile, to identify the full scope of a household's housing crisis and vulnerabilities in order to prioritize households for housing resources and match them to housing resources when appropriate.

## SECTION IV – APPROVED MTW ACTIVITIES



### IMPACT OF ACTIVITY

Expanding the PBV program allowed SDHC to allocate an additional 400 vouchers to provide housing to homeless and low-income families. The vouchers supplement the baseline of 39 project-based vouchers of which 33 served low-income families and 6 served people experiencing homelessness. Of the PBV dedicated at inception of the initiative, an additional 200 vouchers would serve each population respectively, or a total of 233 dedicated to low-income families and 206 dedicated to people experiencing homelessness.

Due to the City of San Diego's focus on addressing homelessness in the city, SDHC significantly expanded the number of vouchers dedicated to persons experiencing homelessness since implementation of the activity. SDHC committed 293 project-based vouchers during Fiscal Year 2023 for a total of 3,229 committed. Of the 3,229 units with project-based commitments, 2,403 units serve persons experiencing homelessness. Designating additional vouchers increased the range of housing options and housing opportunities to underserved families in San Diego. Outcomes of the activity are as follows:

### EXPAND THE PROJECT-BASED VOUCHER PROGRAM

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$28,400	\$23,570	\$12,883	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	947	786	429	Yes
<b>HC #4: Displacement Prevention</b> Number of homeless households at or below 80% AMI that would lose assistance or need to move (decrease).	0	88	88	Yes

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology

## 2011-1. ALLOW LOWER RENTS FOR NON-ASSISTED UNITS IN SDHC-OWNED DEVELOPMENTS

### PLAN YEAR IDENTIFIED

Fiscal Year 2011

### IMPLEMENTATION DATE

October 1, 2010

### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

SDHC received authorization to use a revised rent reasonableness protocol to determine rent reasonableness for assisted units in SDHC-owned developments. Rent reasonableness for voucher assisted units are determined by comparisons to similar units in the surrounding neighborhoods rather than within the development.

### IMPACT OF ACTIVITY

In Fiscal Year 2023, zero SDHC-owned units utilized the flexibility to allow lower rents in unassisted units than in assisted units. SDHC created and implemented the initiative to ensure tenants residing in affordable developments owned and/or acquired by SDHC were



afforded a transition period before contract rents were reassessed and increased. Although the activity was not used during Fiscal Year 2023, SDHC anticipates utilizing the MTW flexibility in future years due to ongoing affordable housing development activities.

ALLOW LOWER RENTS FOR NON-ASSISTED UNITS IN SDHC-OWNED DEVELOPMENTS				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$97,350	\$89,562	\$0	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	3,245	2,985	\$0	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	1.00%	0.75%	\$0	Yes

**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2011-2. AUTHORIZE COMMITMENT OF PBV TO SDHC-OWNED UNITS**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2011

**IMPLEMENTATION DATE**

October 1, 2010

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

Affordable units within SDHC-owned developments were limited to either tenant-based voucher assisted households with incomes not exceeding 80 percent of the Area Median Income (AMI) at initial occupancy or non-assisted households with average incomes conducive to affording the full contract rent. To preserve and improve the affordable units within each development, SDHC received authority to commit project-based vouchers to SDHC-owned properties with neither a competitive process nor HUD approval.

The activity also utilizes waivers allowing SDHC to conduct HQS inspections and rent reasonableness determinations for SDHC-owned units in project-based developments. Although the number of HQS and rent reasonableness determinations does not historically represent significant administrative savings, the ability to conduct the inspections/determinations internally offers flexibility and additional options during the overall assignment process among SDHC staff and contractors.

## SECTION IV – APPROVED MTW ACTIVITIES



### SDHC-OWNED PROJECT-BASED DEVELOPMENTS

HAP EFFECTIVE DATE	DEVELOPMENT NAME	TOTAL NO. OF UNITS IN DEVELOPMENT	TOTAL NO. PROJECT BASED UNITS AUTHORIZED IN DEVELOPMENT	% OF PROJECT BASED UNITS AUTHORIZED IN DEVELOPMENT
4/28/2010	Meade	30	10	33%
5/1/2010	Santa Margarita	32	12	38%
10/15/2010	Courtyard	37	3	8%
11/1/2010	Hotel Sanford	130	27	21%
5/14/2013	Mason Hotel	17	16	94%
6/1/2013	Parker-Kier	34	22	65%
2/1/2016	New Palace Hotel	80	79	99%
2/4/2016	Village North Senior	120	44	37%
8/13/2018	Quality Inn	92	91	99%
9/15/2018	West Park Inn	47	46	98%
12/1/2020	Valley Vista	192	190	99%
12/1/2020	Kearny Vista	144	142	99%
4/1/2021	Hillcrest Inn	47	12	26%
12/22/2022	Scattered Site ADUs	5	5	100%
<b>TOTAL</b>		<b>1004</b>	<b>699</b>	<b>70%</b>

#### IMPACT OF ACTIVITY

The flexibility enables SDHC to provide a permanent housing solution for serving the homeless, a principal focus of both SDHC and the City of San Diego. The initiative further increased the number of affordable units available in the City of San Diego, therefore increasing housing choice for low-income families, including homeless populations. In Fiscal Year 2023, 0 PBV HAP were executed.

Activity outcomes are as follows:

#### AUTHORIZE COMMITMENT OF PBV TO SDHC-OWNED UNITS

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$2,272	\$0	\$0	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	56	0	0	Yes

#### HARDSHIP REQUESTS

N/A

#### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

#### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

#### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

### 2011-3. TWO YEAR OCCUPANCY TERM FOR PBV TENANTS

#### PLAN YEAR IDENTIFIED

Fiscal Year 2011

#### IMPLEMENTATION DATE

October 1, 2010

## SECTION IV – APPROVED MTW ACTIVITIES



### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

This activity mandates a minimum occupancy requirement of two years in project-based developments before households are eligible to available tenant-based vouchers, thus modifying the one-year occupancy requirement contained in Federal regulations.

To ensure vacancy rates in PBV developments do not exceed a level compromising the sustainability of the property, SDHC re-proposed the initiative in Fiscal Year 2013 with another modification contained in the Fiscal Year 2012 MTW Annual Report:

“No more than 35 percent of the tenants in any given development becoming eligible to transition to a tenant-based voucher in any given year and no more than 10 percent in any given month are allowed to move from the PBV assisted complex. A waiting list is maintained for tenants requesting to move when the threshold is exceeded. The availability of a tenant-based voucher is a factor as well.”

SDHC included the following hardship policy in the Administrative Plan for families presenting a compelling reason to vacate the PBV unit and receive a tenant-based voucher prior to fulfilling the 24-month occupancy requirement:

“Families who present a compelling reason to move from the PBV unit and receive a tenant-based voucher prior to fulfilling the 24-month occupancy requirement will be reviewed on a case-by-case basis. The case will go before the Sr. Vice President of Rental Assistance, or designee, and approval to move with a tenant-based voucher may be granted. Circumstances surrounding the request to move, such as VAWA requirements, employment opportunities in other PHA jurisdictions, and availability of tenant-based vouchers will be considered as part of the determination.”

### IMPACT OF ACTIVITY

The anticipated impact of the initiative concerns stabilizing the occupancy of project-based developments by reducing tenancy turnover and the corresponding administrative costs. The average annual turnover rate in Fiscal Year 2023 was 8 percent, a significant decrease when compared to the baseline of 30 percent. Vacancy rates average 9 percent, another decrease from the baseline of 14 percent.

### TWO YEAR OCCUPANCY TERM FOR PBV TENANTS

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$24,960	\$12,480	\$52,320	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	832	416	1,744	No

### HARDSHIP REQUESTS

SDHC granted zero hardships in Fiscal Year 2023.

### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges. However, the significant increase in project-based vouchers has increased the number of moves with a tenant-based voucher even after the two year waiting period. Additionally, the increase of project-based vouchers allocated to serving people experiencing homelessness oftentimes increases unit turnover due to the instability inherent to the population. For these reasons, benchmarks were not achieved since 123 move outs occurred in Fiscal Year 2023.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology



## 2011-4. ACQUISITION OF ADDITIONAL AFFORDABLE UNITS

### PLAN YEAR IDENTIFIED

Fiscal Year 2011

### IMPLEMENTATION DATE

July 1, 2010

### PLAN YEAR AMENDED

Fiscal Year 2014

### ACTIVITY DESCRIPTION

The activity utilizes broader uses of funds authority to create affordable housing in San Diego using MTW funds. The activity was re-proposed in the Fiscal Year 2014 Plan to expand the array of affordable housing development options. Methods of development include, but are not limited to, preservation, acquisition of an existing development, acquisition of land and new construction (alone or in combination), moderate or substantial rehabilitation, funding pre-development activities, and gap financing. Affordable housing units created via the initiative serve both voucher assisted households as well as households at or below 80 percent AMI and are funded either entirely or in-part using MTW funds. The activity increases housing choice in the City of San Diego.

### IMPACT OF ACTIVITY

Since implementation, 2,262 affordable housing units have been created or preserved in the City of San Diego as a direct result of the initiative. Of the units created, 131 market rate units in the Maya Linda development were made affordable by using MTW funds to satisfy the terms of the mortgage.

SDHC committed \$9.3 million MTW funds as gap financing for the Churchill. The Churchill, formerly identified as the Hotel Churchill, is a seven story historically designated structure located on a 10,000 square foot rectangular lot in downtown San Diego. 72 Sponsor-Based Subsidies have also been committed to the development. Construction was completed in early Fiscal Year 2017.

SDHC expended \$15 million MTW funds to purchase Village North Senior Garden Apartments, a 120-unit existing development. Upon acquisition of the development, 100 percent of the units were transitioned from market rate apartments to affordable units. Additionally, 44 project-based vouchers were committed to serve the elderly, homeless population.

SDHC acquired New Palace Hotel, an 80-unit development, in December 2015. As a result of the acquisition, SDHC preserved 79 affordable housing units in the City of San Diego. Project-based vouchers were committed to 100 percent of the development (excluding the manager's unit) to serve persons experiencing homelessness. Additionally, SDHC uses the flexibility of the initiative to fund a portion of the operating expenses for the project-based units to ensure the development remains solvent. Restrictions on the units due to a state of California program limit the cash flow; MTW funds will be utilized for approximately four years until the state restrictions expire.

SDHC expended \$7.6 million MTW funds to in-part purchase the Quality Inn in December 2017. The acquisition creates 92 units of affordable housing in the City of San Diego. Rehabilitation activities occurred in calendar year 2019 to update the units and transition a portion of the SRO units into studio rentals. 91 project-based vouchers are committed to the development.

During Fiscal Year 2021, as a result of COVID-19 and the additional receipt of Project Homekey funds from the State of California, SDHC was able to acquire and renovate three hotels into new affordable housing developments utilizing \$11.3 million in MTW funds. This included 144 new units within Kearny Vista, 36 units at Hillcrest Inn, and 192 units at Valley Vista for a total of 372 new units. Project-based vouchers were committed to each of these three developments in the amount of 140 for Kearny Vista, 12 for Hillcrest Inn, and 190 to Valley Vista.

#### MTW Block Grant Commitments to Preserve Affordable Housing

Through a Board action in Fiscal Year 2016, SDHC committed \$12 million of HUD-held reserves to fund rehabilitation activities of SDHC-owned affordable housing developments to ensure the properties receive necessary capital repairs. The rehabilitation of the





developments remedied items identified through the Green Physical Needs Assessment (GPNA) assessment, thus preserving affordable housing in the City of San Diego. In Fiscal Year 2017, 667 units were preserved via rehabilitation activities. The remaining 645 units underwent rehabilitation construction in Fiscal Year 2018. SDHC invested \$8.9 million of HUD-held reserves to fund the second round of GPNA capital repairs. An additional \$3.5 million was utilized to fund the substantial rehabilitation of 84 SDHC-owned affordable units in the Via Las Cumbres Affordable Housing portfolio (not including the 36 public housing units) during Fiscal Year 2018. During Fiscal Year 2019, \$1.2 million was utilized to fund the rehabilitation of SDHC-owned affordable-housing units in Vista Verde, and as a result, 12 units were preserved via the MTW Block Grant. Note: The properties may contain Housing Choice Voucher participants.

Hotel Churchill, Village North Senior, and Quality Inn, Kearny Vista, Hillcrest Inn, and Valley Vista units are reported as “new housing units made available” in the metrics. Maya Linda, New Palace Hotel, Via Las Cumbres, and the 1,312 SDHC-Owned GPNA units are reported as “new housing units preserved” in the metrics.

ACQUISITION OF ADDITIONAL AFFORDABLE UNITS				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for households at or below 80% AMI as a result of the activity (increase).	0	200	656	Yes
<b>HC #2: Units of Housing Preserved</b> Number of new housing units preserved for households at or below 80% AMI as a result of the activity (increase).	131	131	1606	Yes

**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology

**2011-6. MODIFY EIV INCOME REPORT REVIEW SCHEDULE**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2011

**IMPLEMENTATION DATE**

August 1, 2010

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

HUD regulations mandate the use of the EIV income report as a third party source to verify participant employment and income information during the full reexamination of income and household composition. Reinterpretation of the regulations concerning the use of the EIV changed the requirement such that review of the EIV income report became a required component of all certification processes, including interim certifications. In Fiscal Year 2011, SDHC received permission to exempt interim certifications from the requirement to use the EIV income report. SDHC continues to use the EIV income report as an option when processing full reexaminations of income and household composition in accordance with the annual and biennial reexamination cycles.





**IMPACT OF ACTIVITY**

Of the interims processed during Fiscal Year 2023, EIV income reports were generated for only .86 percent of all interims. The initiative ensures Federal expenditures are utilized more efficiently and effectively through a reduction of staff hours and the resulting cost savings.

**MODIFY EIV INCOME REPORT REVIEW SCHEDULE**

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$61,500	\$30,750	\$861	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	2,050	1,025	29	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	1.8%	1.5%	0.2%	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase)	\$62,464,332	\$68,710,765	\$100,741,788	Yes

**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2011-7. DEVELOPMENT OF PUBLIC HOUSING UNITS USING A COMBINATION OF FUNDS**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2011

**IMPLEMENTATION DATE**

July 1, 2010

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

SDHC received approval to develop additional public housing units using a combination of funds and without a competitive process. The creation of public housing units for low-income households increases the availability of affordable housing within San Diego while balancing SDHC’s affordable housing portfolio. The methods of development approved under the initiative include both acquisition and rehabilitation. As previously reported, the Public Housing Development initiative approved in Fiscal Year 2010 has been closed out and all Public Housing development is reported under this activity.

**IMPACT OF ACTIVITY**

SDHC received HUD’s permission to convert and renovate 113 state-aided units to public housing. The 113 units include 112 state-assisted units and one manager’s unit. HUD granted approval on April 25, 2013 for the transition of the state sites transaction into public housing. The units were being converted in two phases: The Picador conversion date occurred in October 2013 with the Otay

## SECTION IV – APPROVED MTW ACTIVITIES



Villas scattered sites conversion completed in Fiscal Year 2017. SDHC utilized Replacement Housing Factor (RHF) funds to complete the renovation of Picador as well as committed RHF funds for the rehabilitation of the scattered sites. The conversion of the 112 public housing units enables SDHC to supersede the benchmark of 105 new public housing units. The scattered sites added another 35 public housing units to the 152-unit outcome. Upon completion of the scattered sites in Fiscal Year 2017, 187 units of public housing were made available to low-income households.

Finally, in Fiscal Year 2017, \$422,267 in RHF funds leveraged \$46,053 of MTW funds. Of the \$9.75 million expended to rehabilitate the former state site units, a total of \$1,231,878 in Community Development Block Grant funds and \$6,288,647 in RHF funds leveraged the MTW Block Grant funds utilized for the balance of the rehabilitation activities, thus increasing cost effectiveness. The overall leverage for the duration of the rehabilitation activities beginning in Fiscal Year 2014 is \$7,520,525, or a leverage of 94 percent.

### DEVELOPMENT OF PUBLIC HOUSING UNITS USING A COMBINATION OF FUNDS

Metric	Baseline	Benchmark	Outcome	Benchmark Achieved?
<b>CE #4: Increase in Resources Leveraged</b> Amount of funds leveraged in dollars (increase).	\$0	\$250,000	\$7,520,525	Yes
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for households at or below 80% AMI as a result of the activity (increase).	0	75	75	Yes
<b>HC #2: Units of Housing Preserved</b> Number of new housing units preserved for households at or below 80% AMI as a result of the activity (increase).	0	112	112	Yes
<b>HC #3: Decrease in Waitlist Time</b> Average applicant time on waitlist in months (decrease).	108	96	144	No
<b>HC #4: Displacement Prevention</b> Number of households at or below 80% AMI that would lose assistance or need to move (decrease).	112	10	0	Yes

#### HARDSHIP REQUESTS

N/A

#### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

#### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

#### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2011-8. SPONSOR-BASED SUBSIDY PROGRAM FOR THE HOMELESS

#### PLAN YEAR IDENTIFIED

Fiscal Year 2011

#### IMPLEMENTATION DATE

July 1, 2011

#### PLAN YEAR AMENDED

Fiscal Year 2013

Fiscal Year 2017



### ACTIVITY DESCRIPTION

The objective of the Sponsor-Based Subsidy Program for the Homeless is to work in partnership with sponsor agencies to combine comprehensive supportive services with permanent housing using MTW flexibility. In the initiative approved in Fiscal Year 2011, SDHC committed to providing up to 100 subsidies to house homeless persons while sponsor organizations provide the necessary supportive services. The program targets homeless San Diegans lacking an adequate nighttime residence, living on the street, and having disabilities and/or substance abuse issues.

SDHC re-proposed the activity in the Fiscal Year 2013 and Fiscal Year 2017 MTW Annual Plans. The following programmatic changes approved by HUD represent the program as currently administered:

- 1) The number of subsidies allocated to the program is 1,000 (2013)
- 2) Participants are not provided with a tenant-based Housing Choice Voucher upon exiting the program (2013)
- 3) Calculate the rent portion using 28.5 percent of gross monthly income (no allowances or deductions) for both existing and future program participants (2017)
- 4) SDHC may apply the Path to Success rent calculation structure to a specific allocation of subsidies (2017)
- 5) Expands the populations served under the program, including serving both individuals and families. (2017)
- 6) Reiterates the following status updates provided in applicable MTW Plans and Reports (2017):
  - a) Subsidies may be utilized as tenant-based subsidies or using a project-based structure, although the assistance remains connected to the sponsoring agency.
  - b) Subsidies may fund individual units, beds, or rooms. Rooms may be located in a group home, serving minors with adequate oversight provided by the sponsor.
  - c) Subsidies may be awarded to SDHC without a competitive process.
  - d) Both non-profit and for-profit agencies may be awarded subsidies under a competitive process. Please note: An exception to this policy is the ability to award non-competitively if previous solicitations do not yield viable opportunities to award the subsidies.

### IMPACT OF ACTIVITY

The first group of 25 subsidies from the program allocation was provided to a partnership between SDHC, United Way of San Diego, and the County of San Diego. This contract went through a competitive solicitation and was awarded to Saint Vincent de Paul Village, Inc. (SVdPV), an agency providing supportive services to San Diego's homeless community. Project 25 was a pilot program, which served 25 of the highest utilizers of public resources in San Diego, with SDHC providing the housing subsidies and the supportive services provided by SVdPV and the County of San Diego. The United Way provided three years of program funding for this effort as well. The three-year pilot program continued beyond the initial three years due to a sustainability plan allowing SVdPV to continue funding and providing supportive services. Since implementation in July 2011, Project 25 has resulted in an overall reduction in public service costs for the entire County of San Diego.

SDHC competitively awarded the next two groups of 25 vouchers to two partnering non-profit agencies, Community Research Foundation and Mental Health Systems, in January 2011. Using San Diego County mental health funds, the two agencies pair the housing subsidies with mental health and substance abuse case management services for persons experiencing homelessness. Formal implementation of this Sponsor-Based Subsidy Program for the Homeless began in the first quarter of Fiscal Year 2012.

SDHC awarded 75 additional subsidies to two partnering non-profit agencies: Community Research Foundation, Inc. (35 subsidies) and Mental Health Systems, Inc. (40 subsidies) in October 2012. Using San Diego County mental health funds, the two agencies pair the housing subsidies with mental health and substance abuse case management services for homeless individuals. The programs were fully implemented during Fiscal Year 2013.

Under a separate RFP, SDHC competitively awarded an additional 75 subsidies in October 2012 to three partnering agencies: Mental Health Systems, Inc. (20 subsidies), People Assisting the Homeless (35 subsidies), and Saint Vincent de Paul Village, Inc. (20 subsidies). The programs were fully implemented during Fiscal Year 2015 with the exception of the subsidies awarded to Mental Health Systems,



Inc. The agency returned the unused 20 subsidies to SDHC and stated declining administrative funding created the inability to administer the additional 20 subsidies.

11 subsidies were awarded to Housing Development Partners, a non-profit agency which funds units at a building owned by SDHC. The development, Parker-Kier, is ground leased and operated by a partnering sponsor incorporating the participants into their scope of services on-site. The program was implemented in early Fiscal Year 2014.

- Fiscal Year 2014: 89 subsidies were awarded to Community Research Foundation. Supportive services are funded by San Diego County mental health funds to provide case management and other services to the population.
- Fiscal Year 2015: 72 subsidies were awarded to Housing Development Partners for utilization in the Hotel Churchill, an affordable housing development owned by SDHC. Utilization of the 72 subsidies occurred in Fiscal Year 2017.
- Fiscal Year 2016: 59 sponsor-based subsidies were awarded to Alpha Project for use in the Alpha Square development complimented with 76 project-based vouchers serving homeless populations. The subsidies were awarded August 2015 via a Notice of Funding Availability published by SDHC.
- Fiscal Year 2017: SDHC partnered with San Diego County Behavioral Health Services to issue a joint RFP to combine subsidies with supportive services. The RFP awarded 100 subsidies to Mental Health Systems for a hybrid program which services 45 homeless individuals with severe mental illness and 55 dually diagnosed homeless individuals.

Also in Fiscal Year 2017, an additional 400 sponsor-bases subsidies were awarded under separate RFPs. The 1,000 Veterans Initiative authorized 100 subsidies to serve veterans experiencing homelessness: 40 subsidies were awarded to Veterans Village of San Diego and 60 subsidies were awarded to Saint Vincent de Paul Villages. Project One For All is a collaborative effort between San Diego County Behavioral Health Services, SDHC, and other local housing authorities to end homelessness via subsidy/voucher set asides and the provision of supportive services. Please see the section below for additional details.

- Fiscal Year 2018: SDHC committed 220 subsidies for this endeavor by awarding 150 subsidies to Mental Health Systems, 50 subsidies to Community Research Foundation, and 20 subsidies to Pathways Community Services.
- Fiscal Year 2020: 120 sponsor-based subsidies were awarded to Telecare. During Fiscal Year 2021, 10 vouchers were moved to this program from Project 25.
- Fiscal Year 2023: 40 sponsor-based subsidies were awarded to PATH for the El Cerrito project.

SDHC reached its effort to award the 1,000 subsidies in Fiscal Year 2022, and the total number of subsidies awarded since implementation currently stands at 1,054.

### Sponsor-Based Subsidy Commitments

SDHC is partnering with the County of San Diego to implement Project One for All, a comprehensive strategy to ensure individuals with serious mental illness and other co-occurring disorders have access to intensive treatment services paired with permanent housing. The project's multi-pronged approach utilizes outreach and engagement, treatment services, housing resources, and performance measurements to ensure maximum impacts and reduce homelessness in the County and City of San Diego. To satisfy the housing resources component of the four-pronged approach, SDHC has committed 733 sponsor-based subsidies to the project and partnered with five regional PHAs to provide a combined total of 1,103 housing subsidies. Project One for All is an opportunity to significantly change the landscape of homelessness throughout the region and positively impact the community.



**SPONSOR-BASED SUBSIDY PROGRAM FOR THE HOMELESS**

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #4: Increase in Resources Leveraged</b> Amount of funds leveraged in dollars (increase).	\$0	\$2,000,000	\$3,024,000	Yes
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase).	\$13,329	\$13,995	\$23,489	Yes
<b>SS #2: Increase in Household Savings</b> Average amount of savings/escrow of households affected by this policy in dollars (increase).	\$0	\$0	\$0	Yes
<b>SS #3: Increase in Positive Outcomes in Employment Status</b>				
(1) Employed full-time	3	4	24	Yes
(2) Employed part-time	12	15	59	Yes
(3) Enrolled in an educational program	0	2	0	No
(4) Enrolled in a job training program	0	2	0	No
(5) Unemployed	301	293	664	No
<b>SS #4: Households Removed from Temporary Assistance for Needy Families (TANF)</b> Number of households receiving TANF assistance (decrease).	7	5	12	No
<b>SS #5: Households Assisted by Services that Increase Self Sufficiency</b> Number of households receiving services aimed to increase self-sufficiency (increase).	0	500	746	Yes
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$633	\$627	\$1,415	No
<b>SS #7: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase).	\$1,100,700	\$1,210,770	\$2,757,108	Yes
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase).* *For purposes of the metric, self-sufficiency is defined as transitioning into the Moving On Program or receiving a voucher.	0	5	3	No
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity.	0	2	530	Yes

**EXPLANATION OF CHALLENGES**

As seen in the metrics, per unit subsidy costs have continued to increase as a result of the overall market in San Diego. Despite seeing an increase in the average subsidy costs, household income and agency rental revenues have increased. The increase in the number of unemployed is also a result of the expansion of the Sponsor-Based subsidy program since the program’s inception.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology. The outcome for CE #4, Increase in Resources Leveraged, has historically been measured using information the program service operators provide. This year, the methodology to report on this metric has been revised to be consistent with how the benchmark was calculated. This outcome is calculated by multiplying the total number of participants by \$4,000.



## 2012-1. PATH TO SUCCESS

### PLAN YEAR IDENTIFIED

Fiscal Year 2012

### IMPLEMENTATION DATE

July 1, 2013 (Rent Reform)

November 1, 2013 (Portability Policy)

### PLAN YEAR AMENDED

Fiscal Year 2012 Amendment

Fiscal Year 2014

### ACTIVITY DESCRIPTION

Path to Success is a comprehensive rent reform program utilizing a tiered rent structure with progressive increases to minimum rents for Work-Able families. Families defined as Elderly/Disabled receive streamlining measures only. The model also eliminates deductions and streamlines allowances for both populations. The activity was re-proposed in the Fiscal Year 2014 Plan to include a local portability policy which limits the portability function of the Housing Choice Voucher program for families defined as Work-Able. The policy does not apply to Elderly/Disabled families. An increase in the minimum rents for Work-Able families occurred with a January 1, 2020 effective date, in which the minimum rents increased to \$400 for families with one work-able adult and \$650 for families with two work-able adults.

#### Work-Able Model

The Path to Success Work-Able rent reform model utilizes two components working in tandem as one dynamic system: Tiered rents and progressive minimum rents. For the tiered rent table, adjusted annual income is separated into bands of income. If a family's adjusted income falls in between income bands, the lower edge of the band is used to calculate the rent portion. The monthly income amount at the lower edge of the band is multiplied by 30%, the utility allowance is subtracted, and the family's rent portion is the greater of the income band calculation or the applicable minimum rent.

Minimum rents are based on the number of Work-Able adults residing in the household. Minimum rents were set using factors including the current California minimum wage rate, a minimum number of weekly hours a household could reasonably expect to work, as well as the rates of other benefits most often received by program participants. The increases in minimum rent over time coincide with the expectation households will begin to work and/or increase work hours or income as a result of utilizing the features of the Achievement Academy. Most aspects of the model motivate self-sufficiency given the participants determined to be "Work-Able" will be expected to pay an increasing portion of rent over time while receiving the necessary supportive services to expand household income.

SDHC recognizes there may be subpopulations within the Work-Able population who may have difficulty adhering to the requirements of Path to Success and has made provisions for these households in the form of hardship policies.

#### Elderly/Disabled Model

The Elderly/Disabled population includes families where 100 percent of adults are elderly and/or disabled, with elderly being defined as 55 or older for this purpose only. The Total Tenant Payment (TTP) has been dropped to 28.5 percent with a minimum rent of \$0 to ensure Elderly/Disabled families are minimally impacted by the changes proposed under Path to Success.

#### Additional Components of Model: Work-Able and Elderly/Disabled:

Additional features of Path to Success include aligning the application of the utility allowance with the application of the payment standard by using the smaller of the voucher or unit size to determine the utility allowance as well as eliminating the utility reimbursement. All other deductions and allowances will be eliminated with the exception of the child care and medical expense deductions. The child care deduction is administered under current regulations while the medical expense deduction is streamlined



into standard bands. Disability assistance expenses fold into the standardized medical expense bands as a further streamlining measure. Households receiving the Earned Income Disallowance (EID) at implementation continue to receive the deduction until the EID term is satisfied. No new families were enrolled in EID after implementation of Path to Success.

**Local Portability Policy**

Path to Success was designed to encourage self-sufficiency among Work-Able households. In order for families to fully utilize and profit from Path to Success, SDHC created a local portability policy to ensure families maximize the benefits of the program. Elderly/Disabled households are exempt from the aggressive elements of Path to Success, including the progressive minimum rents. Thus, the policy applies to only Work-Able households.

SDHC anticipated Work-Able households experiencing significant increases to their rent portion as well as applicants determined eligible for the program may consider exercising the portability aspect of the HCV program in an effort to circumvent Path to Success. Since Path to Success was designed to increase the self-determination of San Diego households in the most need of supportive services to build skill levels and increase economic opportunities, SDHC instituted the local portability policy where both participant and applicant households may only utilize the portability option as a policy exception.

**Hardship Policies**

Comprehensive hardship: Families requesting an exemption from the Path to Success rent calculation must request the hardship exemption in writing. Requirements for consideration are as follows:

- Family’s shelter burden must be greater than the acceptable level as calculated by SDHC: 45 percent for Work-Able families and 40 percent for Elderly/Disabled families.
- The family must either be Elderly/Disabled or consist of a single Work-Able adult with one or more dependents.
- Gross income before exclusions will be considered.
- Family must sign a document consenting to participate in required self-sufficiency activities, which may include classes/workshops, applying for benefits, etcetera.

SDHC appointed an internal Hardship Review Committee which reviews and renders decisions on all hardship requests. Hardship exemptions are temporary. During the hardship exemption period, the family’s monthly rent portion is reduced to the appropriate hardship minimum rent. All families approved for the hardship exemption are transferred to a designated caseworker who also serves as the nexus between the family and the Achievement Academy services. Hardship rents are applied according to the adjusted annual income, as described in the table below. The annual income bands used within the hardship rent table were increased to a maximum of \$20,000 during Fiscal Year 2020 in order to account for increases to the minimum wage rates.

PATH TO SUCCESS HARDSHIP RENT TABLE	
ANNUAL INCOME	HARDSHIP RENT
\$0 - \$4,999	\$0
\$5,000 - \$9,999	\$125
\$10,000 - \$14,499	\$250
\$15,000 - \$19,999	\$375

- *Hardship for zero income:* Any family whose income is reduced to zero will have a zero rent portion (with no utility reimbursement) if the loss of income is through no fault of their own. The exemption will have a duration of six months’ maximum after which time their rent portion will default to the applicable minimum rent. Work-Able zero income families will be required to sign a document consenting to participate in required self-sufficiency activities, which may include classes/workshops, applying for benefits, etcetera. Families are transferred to a designated caseworker serving as the nexus between the family and the Achievement Academy services. At the point the exemption ceases, the family will be responsible to pay their true rent portion or the minimum rent for the household, whichever is higher.





- *Hardship for special needs families:* As a final hardship policy, SDHC considers special situations on a case-by-case basis for admission to the Elderly/Disabled population. The Hardship Review Committee formulates a recommendation to the Executive Vice President of Rental Assistance, or designee, who issues final approval in such extraordinary circumstances.
- *Hardship for medical expenses:* In order to accommodate Elderly/Disabled (per HUD’s definition) families with extremely high medical expenses, a fourth medical band was established. Families with medical expenses of \$10,000 or more will receive a medical deduction in the actual amount of qualified medical expenses.
- *Hardship for local portability policy:* HCV participants or applicants may only port-out to another jurisdiction if the household requests and is granted an exception to the policy for either pursuing employment opportunities, education, safety reasons, a medical/disability need, or other exceptions as determined on a case-by-case basis. Any family presenting a compelling reason to move outside of SDHC’s jurisdiction beyond the noted policy exceptions has the request considered per the exception criteria. All requests for an exception must be requested in writing and are evaluated by management staff. A written decision is rendered and disseminated to the household advising the family of the determination.

During FY 2020, as a result of the COVID-19 pandemic, SDHC submitted an amendment to the Plan to allow for the following modifications during emergency operations:

- Minimum rents were suspended and reverted to zero for all households
- Rent calculation for all households was set at 20 percent of adjusted annual income for interim certifications

### IMPACT OF ACTIVITY

Path to Success was implemented effective July 1, 2013. Work-Able and Elderly/Disabled families were placed onto the rent reform program at their respective anniversary dates throughout the course of the year. By the close of Fiscal Year 2014, 100 percent of HCV families subject to Path to Success had rent portions calculated according to the rent reform methodology which includes the first set of minimum rents: \$200 for families with one work-able adult and \$350 for families with two or more work-able adults. The second set of progressive minimum rents was effective with July 2015 reexaminations, increasing to \$300 and \$500 respectively. During Fiscal Year 2020, the third set of minimum rents was implemented beginning with January 2020 reexaminations: \$400 for families with one work-able adult and \$650 for families with two or more work-able adults.

In Fiscal Year 2023, Work-Able families increased average earned income amounts 78 percent over baseline. SDHC suspects the transition into the second phase of Path to Success, which requires Work-Able families to pay a higher percentage of the gross monthly income towards the rent portion, contributed to the increase in average earned income.

Approximately 32 percent of Work-Able households were subject to the progressive minimum rents. Prior to 2021, SDHC experienced decreased HAP expenses which enabled SDHC to expend \$9.3 million MTW funds in Fiscal Year 2014 for gap financing of the Churchill, a 72-unit development serving homeless individuals. Approximately \$15 million MTW funds were expended in Fiscal Year 2015 to purchase Village North Senior Garden Apartments, a 120-unit affordable housing development including 44 project-based vouchers serving the homeless. Another \$7.6 million MTW funds were expended to in-part purchase Quality Inn and create 92 affordable housing units. In Fiscal Year 2018, 84 units of affordable housing at Via Las Cumbres were preserved through rehabilitation activities. Lastly, SDHC funded the rehabilitation of 1,312 SDHC-owned units by using \$20.9 million in MTW funds during Fiscal Year 2017 and Fiscal Year 2018 to engage in the preservation activities. HAP expenses have now increased past the baseline and benchmark in response to increasing rental costs in the local area.



**SECTION IV – APPROVED MTW ACTIVITIES**



PATH TO SUCCESS				
Metric	Baseline	Benchmark	Outcome	Benchmark Achieved?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$480,609	\$370,740	\$307,031	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	15,733	12,136	10,234	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	17%	15%	8%	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase)	\$47,360,952	\$52,097,047	57,370,620	Yes
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase).	\$18,586	\$20,445	\$33,028	Yes
<b>SS #3: Increase in Positive Outcomes in Employment Status</b> (1) Employed Full-Time (2) Employed Part-Time (3) Enrolled in an Educational Program (4) Enrolled in Job Training Program	50 29 16 32	63 36 20 40	132 57 17 13	Yes Yes No No
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$967	\$938	\$1,288	No
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase).* *For purposes of the metric, self-sufficiency is defined as exiting a rental assistance program due to \$0 assistance rendered or voluntary surrender of assistance.	0	120	23	No

**HARDSHIP REQUESTS**

Path to Success provides for three primary hardship types: A comprehensive hardship, a zero income hardship, and a policy exception to the local portability policy. The matrix below summarizes the hardship requests and results during Fiscal Year 2023.

PATH TO SUCCESS HARDSHIPS						
TYPE	NUMBER REQUESTED	NUMBER APPROVED	NUMBER DENIED	NUMBER DECLINED	NUMBER PENDING	NUMBER CANCELED
<b>Comprehensive Hardship</b>	20	0	19	0	0	1
<b>Zero Income Hardship</b>	30	11	7	3	1	8
<b>Portability Hardship</b>	1	1	0	0	0	0
<b>Total:</b>						

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.



**2012-2. BIENNIAL REEXAMINATION SCHEDULE**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2012

**IMPLEMENTATION DATE**

July 1, 2012

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

Path to Success, SDHC’s comprehensive rent reform activity, separates Housing Choice Voucher participants into Work-Able and Elderly/Disabled populations. Initially, only Work-Able households were placed on the biennial reexamination schedules in Fiscal Year 2012. In Fiscal Year 2016, SDHC closed out the Triennial Recertification Cycle for Elderly and Disabled Families initiative and placed the Elderly/Disabled families on the biennial reexamination cycle as well. Although not subject to Path to Success, VASH participants were placed onto the biennial reexamination cycle in Fiscal Year 2014 for additional streamlining measures.

During Fiscal Year 2017, SDHC decided to include participants with project-based vouchers and sponsor-based subsidies within the alternative reexamination cycles. The participants will receive full reexaminations of income and household composition on a biennial basis instead of annually beginning in Fiscal Year 2018.

During Fiscal Year 2020, SDHC submitted an amendment to the Plan in response to the COVID-19 pandemic that included emergency modifications to this activity. This included:

- Families have the ability to self-certify if there are no changes to EIV and household composition. This self-certification is then processed as a full biennial reexamination using current participant information.
- Full recertifications are to be completed by SDHC staff only for participants who report significant changes to income or household composition.
- SDHC is extending the validity of a family’s most recent full recertification by up to one year. The due date of the family’s next full recertification will be two years from the original due date, and future recertifications will follow the biennial schedule.
- The threshold for EIV unreported income reconciliation was increased to \$5,000.

These modifications were approved April 9, 2020 and were in effect throughout the remainder of the program year. As stated in the technical amendment, these modifications ended once emergency operations at SDHC concluded.

**IMPACT OF ACTIVITY**

SDHC realized staff savings related to the biennial reexamination schedule. The staff savings were reallocated within the Rental Assistance Division in a variety of capacities such as caseload coverage, special projects, program integrity functions, mobility counseling, external auditing functions, and assuming additional responsibilities.

**BIENNIAL REEXAMINATION SCHEDULE**

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease)	\$961,218	\$637,773	\$759,616	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease)	31,465	20,877	24,866	No
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	0%	0%	0.32%	No



**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges. The increase in project-based vouchers, sponsor-based subsidies, and the overall 107 percent MTW voucher lease rate continue to increase the number of full reexamination of income and household circumstances required each year. Therefore, SDHC did not experience the staff time savings and cost savings as in previous years. In the event the outcomes remain unsatisfactory, SDHC may consider revising benchmarks if a thorough analysis of the initiative supports the modification.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2012-3. MODIFY FULL-TIME STUDENT DEFINITION**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2012

**IMPLEMENTATION DATE**

December 1, 2011

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

SDHC modified the full-time student definition to ease the programmatic administration associated with the designation as well as encourage self-sufficiency among participants. Under the new definition, only adult family members ages 18 to 23 (excluding the head, spouse, and co-head) are eligible for designation as a full-time student. To coincide with the Path to Success rent reform activity implemented in Fiscal Year 2014, the \$480 deduction for verified full-time students is eliminated, but 100 percent of the earned income is excluded from the rent calculation. The elimination of the \$480 dependent deduction offsets the earned income exclusion, thus remaining neutral in terms of the Housing Assistance Payments rendered and participant impact. Additionally, the activity authorized SDHC to exclude financial aid from the income calculation if received by any program participant, not just full-time students. The student rule surrounding the determination of programmatic eligibility for applicants still applies per the current Federal regulations and Public Law. These components of the initiative were implemented effective with December 2011 full reexaminations of income and household composition.

The modifications encourage self-sufficiency by providing an incentive to participants to complete post-secondary education and enter the workforce in a timely manner with a greater skill set acquired in early adulthood. Allowing a time span of six years for students to complete their education allows for additional time in the event the standard degree/certificate cannot be achieved within four years, such as the student decides to pursue an alternate degree/certificate or the student wishes to pursue a higher degree.

Elimination of the \$480 deduction and excluding 100 percent of earned income and financial aid from the income calculation streamlines the administration of the rental assistance program by removing these as components of the rent calculation. Limiting the benefit to a select population of rental assistance participants reduces staff time spent verifying full-time student status as well.

An incentive extended to all students receiving their degree or certificate of completion is eligibility to receive a monetary award upon providing proof of graduation. Eligibility to receive the award is not limited to students age 18 to 23; any adult household member



including the head, spouse, or co-head is eligible for the award. A program participant may receive only one award for acquiring a degree, diploma, or certificate of completion per lifetime. The Graduation Incentive was implemented at the beginning of Fiscal Year 2013.

SDHC sent written notifications to all households impacted or potentially impacted by the modification to the administration of the full-time student employment income exclusion. The notification advised each household the exclusion of employment wages no longer applied to full-time students ages 24 and over and provided an explanation of the graduation incentive available to all adult household members.

As a hardship policy, the elimination of the exclusion was phased in over the first year of implementation. Households with full-time students immediately affected by the modification continued to receive an employment income exclusion of 50 percent at the first annual reexamination occurring after implementation before dropping to 0 percent at the subsequent full reexamination of income and household composition.

**IMPACT OF ACTIVITY**

In Fiscal Year 2023, SDHC verified 1,642 household members age 18 to 23 as full-time students with the average earned income of the households increasing 97% percent over baseline numbers. Cost savings from the activity resulted in the decreased amount of staff time expended verifying the full-time student status of participants. Since implementation, 34 program participants have received a graduation award under the Graduation Incentive Program.

MODIFY FULL-TIME STUDENT DEFINITION				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$11,325	\$10,613	\$12,315	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	378	354	411	No
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy (increase).	\$18,913	\$20,804	\$37,171	Yes

**HARDSHIP REQUESTS**

The hardship policy only applied to program participants admitted before implementation of the activity. The hardship policy is no longer in effect since the one-year implementation period of the activity has concluded.

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2013-1. MTW VETERANS AFFAIRS SUPPORTIVE HOUSING (VASH) VOUCHER PROGRAM**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2013

**IMPLEMENTATION DATE**

August 1, 2012



### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

On May 27, 2010 SDHC received regulatory and statutory waivers from the Housing Voucher Management and Operations Division of HUD for administration of the HUD-VASH Voucher Program using certain elements of MTW authority. SDHC has implemented a number of initiatives since then to ease administration and provide benefits to the VASH participants, while ensuring the VASH protections remain. As directed in the approval received from HUD, the Local Interim Policy will not apply to VASH participants.

The VASH participants are a group of persons with unique needs. Ongoing discussions between SDHC and Veteran’s Administration (VA) staff focused on designing initiatives benefiting both the VASH participants and staff conducting the program administration. To this end, SDHC adapted the program to implement a distinct set of policies:

- VASH applicants are subject to a less stringent review of criminal history than all other HCV program applicants. However, when a VASH applicant or participant wishes to add a member to the household, the new member is held to the higher standard. Under the approved initiative, any adult the VASH applicant/participant wishes to add to the household has a reduced criminal history initial requirement: No violent or drug-related criminal activity in the two years preceding application. The reduced criminal history requirements for family members still preclude individuals from participating in the program if subject to registration as a sex offender.
- VASH applicants/participants often have difficulty paying a minimum rent when beginning the VASH program due to initial limited/zero income. Most participants gain an income source through VA case management assistance during the first year on the program. To facilitate this transition, minimum rents may be set at zero for the first 12 months of program participation as a policy exception. After the first 12 months, minimum rents are set according to SDHC policy.
- When VASH participants obtain benefits after long periods of having no income source, garnishments for things such as child support and debt collections are attached to these income sources. This discourages these persons from seeking income and makes it more difficult to successfully pay their rent portions. A 12-month reprieve counteracts this situation for VASH participants. Thus, income garnishments are not counted as income for the first 12 months of program participation if requested by the participant.
- To coincide with SDHC’s rental assistance program administration, utility reimbursements are not a part of the SDHC VASH program. This component of the initiative was implemented with Path to Success effective July 1, 2013.
- To coincide with SDHC’s rental assistance program administration, VASH participants are eligible for the biennial inspection cycle. SDHC adopted a biennial inspection cycle with no qualifying criteria effective January 1, 2015 thus 100 percent of VASH households are placed on the cycle.

### IMPACT OF ACTIVITY

Of the flexibilities created for VASH participants under the initiative:

- 1 family utilized the reduced criminal history requirements.
- 19 VASH families benefitted from the \$0 minimum rent.
- 0 families paid a rent portion with garnishments excluded from the rent calculation.

The cumulative average number of months currently active VASH participants successfully remained on the rental assisted program increased from a baseline of 16 months to 59 months at the close of the fiscal year. The increase in ongoing participation is a result of the positive, collaborative effort between SDHC and the Veterans Administration to ensure VASH participants remain successful on the program. Robust case management services rendered by the Veterans Administration in combination with SDHC’s rental subsidies ensures utilization of a Housing First model and improves the probability of programmatic success of VASH participants.

## SECTION IV – APPROVED MTW ACTIVITIES



Fiscal Year 2023 outcomes are as follows:

MTW VETERANS AFFAIRS SUPPORTIVE HOUSING (VASH) VOUCHER PROGRAM				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase).	\$16,693	\$18,362	\$28,271	Yes
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$707	\$642	\$1,470	No

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

The average subsidy cost per household increased in Fiscal Year 2023 as a result of increasing the separate VASH payment standard schedule. Although the increased payment standards resulted in an increase to the VASH lease-up rate, the intended outcome, the average cost per voucher increased as well.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2013-2. FAMILY SELF-SUFFICIENCY REINVENTION

### PLAN YEAR IDENTIFIED

Fiscal Year 2013

### IMPLEMENTATION DATE

July 1, 2013

### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

The Family Self-Sufficiency Reinvention activity modifies the Family Self Sufficiency (FSS) Program by revising the contract term and the escrow calculation method to coincide with the Path to Success initiative. Changes to the program and contract increase program accessibility and participant engagement.

- **Revised FSS Contract:** SDHC reduced the initial FSS contract term from five to two years. Participants may extend the contract term up to three years if extending the contract enables attainment of program objectives. The contract term may not be extended for the sole purpose of increasing the escrow balance.
- **Reinvented FSS Escrow Calculation:** The FSS escrow calculation continues to utilize escrow deposits based solely on earned income. Additionally, the calculation provides one-time escrow credits based on completing outcomes such as obtaining full-time or part-time employment with a six-month retention rate; graduating from a vocational program or two-year program; surrendering cash aid assistance; increasing income tiers on the Path to Success program; and establishing a personal savings account with a \$500 balance.

## SECTION IV – APPROVED MTW ACTIVITIES



- Participation by Non-Heads of Household:** Activity 2011-9 “Enhance Family Self-Sufficiency Program” was integrated into the activity in Fiscal Year 2015. The flexibility allows a non-head of household to participate in the FSS program as the sole participant. HUD published the FSS Program Final Rule effective June 16, 2022. SDHC adopted the final rule, but will be keeping the flexibilities approved under the existing MTW FSS Program Activity.

### IMPACT OF ACTIVITY

In the MTW FSS program, participants increased earned income over baseline levels during the seventh year of participation, thus increasing household savings as a result. Attaining credits through completion of one-time efforts contributed to the increased savings as well.

FAMILY SELF-SUFFICIENCY REINVENTION				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$6,499	\$5,220	\$5,457	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	249	200	210	No
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	8.2%	5.0%	0%	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase)	\$1,420,485	\$2,274,708	\$2,415,936	Yes
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase).	\$7,922	\$8,714	\$31,308	Yes
<b>SS #2: Increase in Household Savings</b> Average amount of savings/escrow of households affected by this policy in dollars (increase).	\$252	\$400	\$4,829	Yes
<b>SS #3: Increase in Positive Outcomes in Employment Status</b> (1) Employed Full-Time (2) Employed Part-Time (3) Enrolled in an Educational Program (4) Enrolled in Job Training Program	50 29 16 32	63 36 20 40	68 63 2 57	Yes Yes No Yes
<b>SS #4: Households Removed from Temporary Assistance for Needy Families (TANF)</b> Number of households receiving TANF assistance (decrease).	17	0	53	No
<b>SS #5: Households Assisted by Services that Increase Self Sufficiency</b> Number of households receiving services aimed to increase self-sufficiency (increase).	96	216	264	Yes
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$956	\$813	\$1,374	No
<b>SS #7: Increase in Rental Revenue</b> Total household contributions towards housing assistance (increase)	\$1,420,485	\$1,562,534	\$2,415,936	Yes
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase).* *For purposes of the activity, self-sufficiency is defined as successful completion of the FSS Program.	0	20	11	No

### HARDSHIP REQUESTS

N/A



**EXPLANATION OF CHALLENGES**

SDHC notes the participants enrolled in an educational program and job training continue to remain at low levels while the program experienced an increase in the number of MTW FSS families receiving TANF. Given the efforts and focus of the Achievement Academy towards job obtainment, SDHC does not anticipate significant progress towards achieving the education and job training benchmarks. The focus on increasing employment levels and employment income, in SDHC’s opinion, is a more advantageous outcome for both participants and SDHC.

The increase of the number of families receiving TANF is explained by the stages of the program. As families enroll in the MTW FSS program, SDHC assists families with obtaining social benefits, such as TANF, to ensure all options for increasing income are accessed during FSS participation. As families obtain employment, the reliance on TANF decreases. SDHC anticipates the outcomes will continue to fluctuate as families are enrolled in, and graduated/attrition from, the MTW FSS program.

The new FSS requirement that allows people to graduate if they are not receiving TANF the month of graduation will likely reduce this challenge.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2013-4. PUBLIC HOUSING: FLAT RENT ELIMINATION**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2013

**IMPLEMENTATION DATE**

August 1, 2014

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

SDHC eliminated the flat rent option from the public housing program. Under Federal regulations, public housing tenants choose either a rent portion calculated at 30 percent of adjusted monthly income or a flat rent amount which is tied to the market value of the unit. Tenants with higher annual incomes benefit from the flat rent option since the flat rent is typically less than a rent portion based on adjusted income. The initiative removes the flat rent option, thus requiring all tenants to pay a rent portion based on adjusted income and the Path to Success rent calculation. This ensures tenants have a rent portion based on the ability to pay and equalizes the contributions towards housing among both lower and higher income tenants. Tenants are not negatively impacted by the initiative since the rent portion is still affordable to the household regardless of income levels.

**IMPACT OF ACTIVITY**

The elimination of the flat rent provides administrative savings through discontinuing the associated research, notifications, and record-keeping to maintain the program. The matrix below summarizes the impact of the activity with regard to utilizing Federal funds more efficiently.

PUBLIC HOUSING: FLAT RENT ELIMINATION				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease)	\$5,460	\$0	\$0	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	182	0	0	Yes





**HARDSHIP REQUESTS**

Zero families requested a hardship due to implementation of the policy.

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2013-6. TRANSITIONAL PROJECT-BASED SUBSIDIES FOR THE HOMELESS**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2013

**IMPLEMENTATION DATE**

January 1, 2013

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

SDHC partners with local agencies to operate a transitional housing program using flat subsidies paired with supportive services offered by the selected provider agency. The service-providing agency creates and maintains a site-based waiting list while SDHC audits the list to ensure Fair Housing compliance. If the Coordinated Entry System (CES) and its vulnerability assessment process is utilized to inform referral decisions, the waitlist component of program administration is eliminated.

Due to the short-term nature of the program, SDHC considers a unit “fully occupied” if the unit was in use at least 25 days out of the month. Each month a unit is utilized according to this criterion is considered a month a participant was served for purposes of payment, tracking, and MTW reporting requirements. Program participants are encouraged to apply for, and remain on, SDHC’s tenant-based waiting list.

A status update included in the Fiscal Year 2015 MTW Annual Plan grants the ability of for-profit agencies to respond to a competitive process for the Transitional Project-Based Subsidies for the Homeless program. Additionally, SDHC may award the subsidies to an SDHC-owned development without a competitive process.

In FY 2022, SDHC revised the maximum subsidy to be aligned with the HCV housing assistance payments per unit cost (PUC) per bed, and this may be adjusted periodically to account for rising costs of administering the program including, but not limited to, rising rental costs.

**IMPACT OF ACTIVITY**

In the first year of implementation during Fiscal Year 2013, People Assisting the Homeless (PATH) operated the activity as a pilot program. The 16 subsidies utilized by PATH serve homeless individuals in a development called Connections Housing. Connections Housing is an integrated service and residential community whose primary goal is to help homeless persons living on the neighborhood streets to rebuild their lives and secure and retain permanent housing. Virtually every resource a person needs to break the cycle of homelessness is available without ever leaving the building. Along with the 16 short-term SRO units designated to the program, Connections Housing includes 73 permanent supportive project-based housing units, two manager units, and 134 interim housing beds. The complex contains the PATH Depot, a one-stop service center offering services such as case management, a life skills unit, women’s empowerment program, legal services, and personal care services. The Downtown Family Health Center is also a part of the



project, offering comprehensive medical and mental health care services. The project was the first of its kind in San Diego and was designed to serve the specific needs of the downtown area.

In Fiscal Year 2014, SDHC partnered with Episcopal Community Services (ECS) and Serving Seniors to serve persons experiencing homelessness in the City of San Diego. The Uptown Safe Haven (UTSH) program operated by ECS is a transitional housing program working with the locally funded Full Service Partnership (FSP) providers to assist persons experiencing homelessness with psychiatric disabilities in an effort to access permanent housing and connect participants with resources to address physical and mental health challenges. UTSH targets the persons experiencing chronic homelessness, persons with severe mental illness, persons combating substance abuse and/or HIV/AIDS, and persons who are destitute and disabled. The FSP provider staff informs individuals about the opportunity to reside at UTSH while working on securing permanent housing. UTSH staff is assigned to a resident for one-on-one weekly meetings and the provision of onsite support services. UTSH primarily tracks three outcomes as residents leave the program: The transition to permanent housing, the ability to acquire/retain an income, and the ability to acquire/maintain sufficient life skills to improve greater self-sufficiency.

Serving Seniors provides participants with case management, health services, and safe shelter allowing seniors to transition to permanent housing by removing barriers to independent living. Case managers are assigned to individuals to set objectives and goals of achieving permanent housing and successful independent living. The program maintained a close relationship with Connections Housing who refers clients to SCC for possible placement.

The program served a total of 75 participants in the tenth year of implementation with an aggregate total of 429 households transitioning to self-sufficiency since implementation.

TRANSITIONAL PROJECT-BASED SUBSIDIES FOR THE HOMELESS				
Metric	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$16,920	\$9,450	\$5,850	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	564	315	195	Yes
<b>SS #5: Households Assisted by Services that Increase Self Sufficiency</b> Number of households receiving services aimed to increase self-sufficiency (increase).	0	96	75	No
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$0	\$600	\$830	No
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase).* *For purposes of the metric, self-sufficiency is defined as transitioning to permanent housing	0	20	10	No
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for homeless households at or below 80% AMI as a result of the activity (increase).	0	16	47	Yes

**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges. The cost for per unit subsidies for participating households is increasing due to ongoing rising rents in the City of San Diego. The per unit costs for this activity are still lower than the average MTW per unit subsidy costs.



**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2014-2. LOCAL INCOME INCLUSION**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2014

**IMPLEMENTATION DATE**

November 1, 2013

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

Under the standard Housing Choice Voucher rent calculation, the income a household receives for the care of foster children and/or foster adults as well as adopted household members is excluded from the annual income calculation. As a result of the activity proposed in the Fiscal Year 2014 MTW Plan, SDHC includes Kin-GAP, foster care payments, and adoption assistance payments in the determination of the household’s annual adjusted income. Kin-GAP and foster care payments are issued as reimbursement for shelter, among other expenses, while adoption assistance payments are meant to defray the costs associated with caring for adopted children. In short, households are receiving monies for use towards the provision of housing which is then excluded from the rent portion calculation by the public housing authority providing housing subsidies. The approved activity authorizes SDHC to include the gross annual income amounts received by families from these sources for the purposes of determining the rent portion. These sources of income are not included when calculating income for purposes of determining initial program eligibility.

**IMPACT OF ACTIVITY**

SDHC had 149 families receive approximately \$1.95 million in Kin-Gap, foster care payments, and adoption assistance payments. Calculating the amounts received for purposes of determining the rent portion potentially resulted in a HAP reduction of approximately \$585,090 annually in Fiscal Year 2023.

LOCAL INCOME INCLUSION				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$1,086	\$756	\$1,074	No

**HARDSHIP REQUESTS**

During Fiscal Year 2023, zero households requested a hardship exemption to the policy.

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges. Metric benchmarks were not achieved due to the implementation of higher payment standards during Fiscal Year 2023.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

## SECTION IV – APPROVED MTW ACTIVITIES



### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2015-1. ELIMINATE THE 40 PERCENT RENT BURDEN REQUIREMENT

### PLAN YEAR IDENTIFIED

Fiscal Year 2015

### IMPLEMENTATION DATE

February 1, 2015

### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

The Housing Choice Voucher program limits the rent burden at initial lease-up to 40 percent of the adjusted monthly income. The rent burden imposed on HCV families oftentimes reduces housing choice by prohibiting families from choosing units meeting their specific individual needs and requirements. Additionally, families frequently experience difficulty successfully leasing a new unit even if the affordability cap is only exceeded by one or two percentage points. In an attempt to mitigate these barriers, SDHC modified the 40 percent affordability cap to 50 percent at initial lease-up in order to increase housing choice for low-income families in San Diego.

### IMPACT OF ACTIVITY

Since implementation, the opportunity to exceed the 40 percent affordability cap ensured 2,729 families leased in a unit of their choice. Of those, in FY 2023 221 families leased a unit in a high opportunity area of San Diego, as defined by the Choice Communities initiative, with 220 of this subset moving into a Choice or Enterprise community for the first time. With a low vacancy rate in the City of San Diego, the ability for the families to execute an informed decision to exceed the 40 percent threshold is invaluable and offers an increased level of self-determination not previously available under the Housing Choice Voucher program.

## MODIFY THE 40 PERCENT RENT BURDEN REQUIREMENT

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase).	0	50	566	Yes

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2016-1. THE MONARCH SCHOOL HOUSING PROGRAM

### PLAN YEAR IDENTIFIED

Fiscal Year 2016

### IMPLEMENTATION DATE

January 1, 2016

## SECTION IV – APPROVED MTW ACTIVITIES



### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

The Monarch School Housing Program is a local, non-traditional tenant-based rental assistance program in partnership with a non-profit agency to offer affordable housing solutions to families with school-aged children. The program targets homeless families with children attending Monarch School (Monarch) and provides rental subsidies to the families. As a condition of program participation, parents must engage in work-readiness services at the Achievement Academy while contributing to the children’s academic development and progress via Monarch School’s supportive services programs. Family contributions may include maintaining acceptable levels of attendance and continued engagement in the family’s service plan.

The activity was re-proposed in Fiscal Year 2020, as SDHC recognized the range of services needed to ensure housing stability for the population. SDHC committed to provide permanent supportive housing (PSH) level services and housing in addition to providing services to all adult household members via the SDHC Achievement Academy’s (AA) resources.

### IMPACT OF ACTIVITY

The program creates housing stability by providing families with subsidies and the resources necessary to increase self-sufficiency. Of the 23 families housed and receiving rental assistance, 3 families are residing in a high opportunity neighborhood of San Diego.

### MONARCH SCHOOL HOUSING PROGRAM

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #4: Increase in Resources Leveraged</b> Amount of funds leveraged in dollars (increase)	\$0	\$10,000	\$102,795	Yes
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase)	\$7,290	\$10,400	\$20,714	Yes
<b>SS #2: Increase in Household Savings</b> Average amount of savings/escrow of households affected by this policy in dollars.	\$0	\$150	\$4,965	Yes
<b>SS #3: Increase in Positive Outcomes in Employment Status</b>				
Number of participants employed full-time	0	12	1	No
Number of participants employed part-time	2	6	8	Yes
Number of participants enrolled in an educational program	0	3	1	No
Number of participants enrolled in a job training program	0	4	0	No
Number of unemployed participants	1	0	16	No
<b>SS #4: Households Removed from Temporary Assistance for Needy Families (TANF)</b> Number of households receiving TANF assistance (decrease)	3	0	12	No
<b>SS #5: Households Assisted by Services that Increase Self-Sufficiency</b> Number of households receiving services to increase self-sufficiency (increase)	0	25	23	No
<b>SS #7: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase)	\$0	\$90,000	\$133,728	Yes
<b>SS #8: Households Transitioned to Self-Sufficiency</b> Number of households transitioned to self-sufficiency (increase) *For the purposes of the activity, self-sufficiency is defined as transitioning to permanent housing.	0	25	0	No
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood as a result of the activity (increase)	0	25	3	No

### HARDSHIP REQUESTS

N/A



**EXPLANATION OF CHALLENGES**

Midway through Fiscal Year 2020, case management was taken over by Community Research Foundation. SDHC anticipates benchmarks and outcomes will be achieved as the program progresses and families attain personal milestones contained in the individual service plans. It is anticipated that the proposed benchmarks should be achieved by the end of Fiscal Year 2024 as a result of the addition of long-term services.

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2016-2. THE GUARDIAN SCHOLARS HOUSING PROGRAM**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2016

**IMPLEMENTATION DATE**

August 1, 2016

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

The Guardian Scholars Program at San Diego State University (SDSU) provides resources to students either exiting the foster care system, under legal guardianship, designated as wards of the court, or unaccompanied homeless youth. The Educational Opportunity Program (EOP) operated on the SDSU campus provides the Guardian Scholars with an array of resources in an effort to support the students and ensure academic success. As a component of the program, Guardian Scholars are encouraged to reside in campus supported housing during and between semesters. The holistic approach removes barriers for a historically underserved population and increases the probability of completing post-secondary education.

Through the program, the Guardian Scholars receive scholarship funds in order to supplement financial aid and/or relieve reliance on student loans. Additional services offered through EOP are tutoring, mentoring, summer transitional programs, intensive retention services, and academic advising. If critical services are necessary for certain Guardian Scholars, EOP counselors are available to provide direct services and connect the student to other departments and programs within the university such as Counseling and Psychological Services, the Office of Financial Aid and Scholarships, Student Disability Services, and others to address the unique needs of the individual students.

The Guardian Scholars Program ensures an affordable education is accessible for the participating students. Using a Federal formula, a student’s education is funded according to tiers: Financial aid and government grants are applied to the student’s expenses, first funding the tuition, fees, books, meal plans, and finally the housing element. Often, the funding resources are exhausted before the housing component is subsidized. The result is the student must rely on loans to fund the housing. The Guardian Scholars Program is in-part supported through philanthropy to assist with reducing the student’s reliance on loans, but a funding gap exists despite significant philanthropic support.

SDHC received permission to use broader uses of funding authority to provide the financial support necessary for closing the funding gap for the student’s housing expense. On an annual basis, SDHC provides \$200,000 to SDSU to fund the housing component of the Guardian Scholars Program. In addition, SDHC provides a dollar for dollar match to funds raised by SDSU through philanthropy, up to \$400,000 annually, to further assist with funding the student’s housing requirements. Assistance provided by SDHC is not expected to exceed an aggregate of \$600,000 per year, but annual amounts may fluctuate depending on the number of students served by the



program and the commensurate level of need. MTW funds will be applied to the housing component only after SDSU has calculated the funding gap for each student.

SDHC’s contribution to the program further removes barriers to education and ensures affordable housing remains available for the Guardian Scholars students.

**IMPACT OF ACTIVITY**

SDHC served 121 students via the provision of housing subsidies during Fiscal Year 2023. With an SDHC-provided budget of \$600,000 committed to the program, Guardian Scholars selected a housing solution of their choice, including both on-campus and off-campus housing, but excluding Greek housing. Since the subsidy program requires a Housing Quality Standards inspection during the unit approval process, students were also ensured a decent, safe, and sanitary living situation.

In Fiscal Year 2023, SDHC also increased the amount of resources leveraged during the reporting year. SDSU provided the following leverage:

- SDSU housing contribution of \$1,036,732
- Scholarship funding of \$395,725
- Provision of supportive services totaling \$45,808

As indicated in the matrix below, the final leverage amount totaled \$1,478,265 with 70 percent of the leverage expended on rental assistance contributions.

GUARDIAN SCHOLARS HOUSING PROGRAM				
Metric	Baseline	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #4: Increase in Resources Leveraged</b> Amount of funds leveraged in dollars (increase)	\$0	\$400,000	\$1,478,265	Yes
<b>SS #3: Increase in Positive Outcomes in Employment Status</b> Number of participants enrolled in an educational program	0	63	121	Yes
<b>SS #5: Households Assisted by Services that Increase Self Sufficiency</b> Number of households receiving services to increase self-sufficiency (increase)	0	63	79	Yes
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase) <i>*For the purposes of the activity, self-sufficiency is defined as graduating from SDSU.</i>	0	17	23	Yes

**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

The activity remains effective with no identified challenges.

**REVISION OF BENCHMARKS**

Specific to SS #8, the benchmark will be modified annually on an ongoing basis. The benchmark will reflect the number of current students expected to graduate during the given academic year, and the outcome will measure the actual number of graduates. The fluctuating benchmark will more effectively indicate program performance.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.



**2016-3. HOMELESS SHELTER BEDS**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2016

**IMPLEMENTATION DATE**

July 1, 2019

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

The 2014 “Regional Task Force on the Homeless Point-In-Time Count” conducted January 24, 2014, identified approximately 2,468 people as persons experiencing unsheltered homelessness residing within the City of San Diego (City). This group typically reside in canyons, beaches, riverbeds, parks, or on the streets. The unsheltered homeless population is a particularly vulnerable sub-population due to the risk of injury and other health, safety, and welfare-related circumstances and consequences associated with living outside.

SDHC has administered the contracts for the City’s Homeless Shelters and Services Programs since July 1, 2010. In Fiscal Year 2015, the City allocated funding for a total of 695 beds to serve persons experiencing homelessness, including 200 temporary beds at the City’s Single Adult Emergency Winter Shelter.

In Fiscal Year 2023 SDHC administers over 59 homelessness related contracts with service providers throughout the City. SDHC uses broader uses of funds authority to subsidize shelter beds in San Diego if determined necessary. Shelter programs serve a variety of needs and subpopulations. All contracted programs are expected to follow Housing First principles with low barriers to entry and align with regional Continuum of Care community standards and national best practices as detailed in contracted scopes of work.

**Reporting:** For purposes of Voucher Management System reporting, SDHC will calculate individuals served by tracking the number of bed-nights utilized in relation to the available bed nights. This methodology ensures a shelter bed is only counted once since multiple individuals may utilize a single bed in a given month.

**IMPACT OF ACTIVITY**

During Fiscal Year 2023, funding was provided to The Salvation Army for the City of San Diego Haven Interim Family Shelter Program. The program provides safe, low-barrier, non-congregate shelter units for families with children experiencing unsheltered homelessness in the City of San Diego. The program operates 24 hours a day, seven days a week, and has a maximum capacity of nine fully furnished one, two, or three bedroom apartments. The program provides wraparound services and a diverse portfolio of supportive services, utilizing practices aligned with trauma-informed principles, including but not limited to case manage, care coordination, referrals and support for enrollment in child care and health care resources, individual therapy, and assistance with apply for public benefits.

In Fiscal Year 2023, The Salvation Army Interim Family Shelter Program provided 32 beds in 9 units, and served 45 unique individuals.

HOMELESS SHELTER BEDS				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for households at or below 80% AMI as a result of the activity (increase)	0	300	32	No
<b>HC #7 Households Assisted by Services that Increase Housing Choice</b> Number of households receiving services aimed to increase housing choice (increase)	0	300	45	No

**HARDSHIP REQUESTS**

N/A

**EXPLANATION OF CHALLENGES**

N/A

**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.



## SECTION IV – APPROVED MTW ACTIVITIES



### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2017-1. THE MOVING ON PROGRAM

### PLAN YEAR IDENTIFIED

Fiscal Year 2017

### IMPLEMENTATION DATE

January 1, 2018

### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

SDHC created the Moving On Program to provide rental assistance to formerly homeless persons transitioning from permanent supportive housing due to obtaining stability and the decreased need for intensive case management and services. The Moving On Program supports tenants who are successful in their long term housing stabilization to live more independently using a Federal subsidy while accessing community based resources, as needed. Additionally, the program frees up valuable permanent supportive housing and services for vulnerable homeless individuals in need of these resources.

To administer the program, SDHC partners with local Full Service Partnerships (FSPs) serving participants enrolled in permanent supportive housing programs. Currently, SDHC partners with four local agencies under contract with San Diego County Behavioral Health Services. Participants who have stabilized and are doing well in their long term housing stabilization are assessed and referred to the Moving On Program. Participants must agree to the transition since participation in the Moving On Program is voluntary. Once eligibility is determined, the participant may lease in place or locate a new unit. The rent portion is calculated according to the Path to Success program.

### IMPACT OF ACTIVITY

During Fiscal Year 2023, 25 participants were leased up under the Moving On Program. Eleven participants moved into one of SDHC's areas of opportunity. As Moving On is close to reaching its full lease up of 25 participants, SDHC is looking to expand the program to 50 participants in upcoming program years.

MOVING ON PROGRAM				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #4: Increase in Resources Leveraged</b> Amount of funds leveraged in dollars (increase)	\$0	\$50,000	\$50,000	Yes
<b>SS #5: Households Assisted by Services that Increase Self Sufficiency</b> Number of households receiving services to increase self-sufficiency (increase)	0	25	25	Yes
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase) *For the purposes of the activity, self-sufficiency is defined as transitioning to permanent housing.	0	5	2	No
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase).	0	2	11	Yes

### HARDSHIP REQUESTS

N/A

## SECTION IV – APPROVED MTW ACTIVITIES



### EXPLANATION OF CHALLENGES

The activity remains effective with no identified challenges.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2018-1. MOVING HOME: A RAPID RE-HOUSING PROGRAM

### PLAN YEAR IDENTIFIED

Fiscal Year 2018

### IMPLEMENTATION DATE

February 1, 2018

### PLAN YEAR AMENDED

N/A

### ACTIVITY DESCRIPTION

Moving Home is a local rapid rehousing program utilizing MTW funds providing housing subsidies to homeless individuals and households while supportive services are rendered. The program also provides short-term transitional subsidies for individuals transitioning from other federally funded rapid re-housing programs to ensure stability during the transition. Modeled after a traditional rapid rehousing program, San Diego's local program assists homeless individuals and families with a mechanism to obtain an appropriate housing solution. Moving Home was implemented as a three-year pilot program providing services such as housing relocation support, stabilization services, and transitional rental assistance to individuals and households residing on the street, in an emergency shelter, or exiting another rapid rehousing program.

The Moving Home program also ensures an array of resources are available to homeless individuals and households to stabilize and maintain housing while working towards financial independence. Using MTW and local funds, SDHC staff provides support services such as:

- Housing search
- Tenant counseling
- Build basic tenancy skills, including understanding lease requirements, and helping arrange utilities
- Making moving arrangements, including providing financial assistance for moving costs and move-in kits
- Mediation with property owners and landlords
- Developing, securing and coordinating services
- Providing information and referrals to other providers
- Developing an individualized housing and service plan, including planning a path to permanent housing stability
- Access to SDHC's Achievement Academy services

The housing subsidy combined with supportive services ensures program participants have adequate time to stabilize and achieve self-sufficiency. By assisting homeless individuals and households to rapidly return to stable housing, Moving Home will reduce the length of time San Diegans remain in homeless shelters. This will increase the availability of beds for other homeless persons requiring immediate shelter, while also reducing the public and personal costs of homelessness.

As a result of the COVID-19 pandemic, a technical amendment to the activity was approved to increase the program budget from \$1.7 million to \$5 million.

## SECTION IV – APPROVED MTW ACTIVITIES



### IMPACT OF ACTIVITY

Moving Home completed its sixth year of operation within FY 2023. In FY 2023, Moving Home successfully served 106 households/through one-time financial assistance, short- to moderate-term rental assistance and case management services to quickly obtain housing and stabilize through multiple funding sources. Of the 106 households served, 41 were assisted through MTW funds. Of the 41 households served through MTW in FY 2023, 14 have transitioned to self sufficiency and 25 are still receiving financial assistance and/or case management services. 2 households exited from the program and did not transition to self-sufficiency.

### MOVING HOME: A RAPID RE-HOUSING PROGRAM

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$312,000	\$249,600	\$301,610	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	7,800	6,240	7,540	No
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	17%	4%	0%	Yes
<b>CE #5: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase).	\$0	\$62,400	\$357,684	Yes
<b>SS #1: Increase in Household Income</b> Average earned income of households affected by this policy in dollars (increase).	\$0	\$10,000	\$2,191	No
<b>SS #3: Increase in Positive Outcomes in Employment Status</b> (1) Employed Full-Time (2) Employed Part-Time (3) Enrolled in an Educational Program (4) Enrolled in Job Training Program	22 7 8 4	38 56 6 18	18 0 0 0	No No No No
<b>SS #4: Households Removed from Temporary Assistance for Needy Families (TANF)</b> Number of households receiving TANF assistance (decrease).	18	5	18	No
<b>SS #5: Households Assisted by Services that Increase Self-Sufficiency</b> Number of households receiving services aimed to increase self-sufficiency (increase).	0	50	41	No
<b>SS #6: Reducing Per Unit Subsidy Costs for Participating Households</b> Average amount of Section 8 and/or Section 9 subsidy (or local, non-traditional subsidy) per household affected by this policy in dollars (decrease).	\$772	\$695	\$727	No
<b>SS #7: Increase in Agency Rental Revenue</b> Total household contributions towards housing assistance (increase).	\$0	\$88,934	\$357,684	Yes
<b>SS #8: Households Transitioned to Self Sufficiency</b> Number of households transitioned to self-sufficiency (increase) *For the purposes of the activity, self-sufficiency is defined as transitioning into a permanent housing solution.	0	96	14	No

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

Outcomes reported for Fiscal Year 2023 represent actual program outcomes achieved with MTW funds only and do not include local outcomes based on local funding activity. Due to prioritizing expenditure of available local funding, only 43 out of 106 households utilized MTW funding. In addition, the cost for per unit subsidies for participating households is increasing due to ongoing rising rents in the City of San Diego. The per unit costs for this activity are still lower than the average MTW per unit subsidy costs.



**REVISION OF BENCHMARKS**

No revisions were made to benchmarks.

**REVISION OF DATA COLLECTION METHODOLOGY**

No changes were made to the data collection methodology.

**2020-1. LANDLORD RETENTION AND INCENTIVE PROGRAM**

**PLAN YEAR IDENTIFIED**

Fiscal Year 2019

**IMPLEMENTATION DATE**

July 1, 2019

**PLAN YEAR AMENDED**

N/A

**ACTIVITY DESCRIPTION**

The City of San Diego is experiencing an escalating housing market and unprecedented market rents. Coupled with low-vacancy rates, Housing Choice Voucher (HCV) participants are experiencing difficulty identifying and leasing affordable rental units. In certain instances, voucher search times can exceed 120 days despite internal process improvements decreasing lease up transaction timelines. Therefore, additional incentives and strategies are necessary to ensure all voucher recipients are housed in a timely manner while ensuring safe, decent and quality dwelling units.

SDHC has already experienced success with the Landlord Engagement & Assistance Program (LEAP), a program designed to incentivize landlords to lease units to homeless households. Due to the success of LEAP, SDHC proposes to implement a similar program, aimed at increasing and retaining quality housing units, within the broader HCV program.

The Landlord Partnership Program (LPP) aims to expand rental opportunities for families holding housing choice vouchers by making landlord participation in the program more attractive by providing both financial and supporting incentives to landlords who rent to HCV Program participants within the City of San Diego.

Incentives are designed to recruit new landlords and units as well as retain existing units within the portfolio of available housing. Proposed strategies and incentives will include the following:

- **Incentive Payments:** Lump sum payment issued to Landlords for leasing to a SDHC HCV family within SDHC jurisdiction. The proposed budget for this fund is \$600K.
- **Landlord Partnership Assurance Fund:** For damages caused by tenant beyond normal wear and tear or failure to pay rent, landlords may request assurance funds to cover expenses that exceed security deposits. Landlords can access assurance funds only within first two years of new tenancy. The maximum permissible request will be \$3K and the proposed budget for this fund is \$250K.
- **Move flexibility allowance:** In the instance of a tenant vacating a subsidized unit to move to a new unit, SDHC may cover up to five days of HAP overlap, regardless of move month, to ensure neither landlord is harmed in the process. The estimated budget for this incentive is \$150K for the first year.
- **Simplified inspections:** As part of SDHC’s Biennial Inspections Activity, qualified units are subject to biennial inspections instead of annual inspections. In order to ensure housing units maintain biennial status, a quality assurance (QA) plan with random QA inspections was established. These inspections are conducted with the same protocol as a regular inspection. Upon successful results, SDHC will consider the QA inspection as a successful biennial inspection.
- **Pre-Inspections:** For prospective landlords, SDHC will pre inspect vacant units and provide 60-day inspection validation.
- **Landlord Liaison team:** SDHC will establish a specialized team to provide quality customer service to landlords. The team will be responsible for monitoring all program incentives and conducting annual program reviews with recommendations to enhance program.
- **Participant Assistance:** A dedicated team will support families (new and moves) in the process to ensure timely lease ups.
- **Other eligible expenses:** In FY 2022, SDHC also included other eligible expenses related to the leasing of units and recruitment/retention of HCV owners to facilitate the successful leasing and use of housing vouchers by families. This may include,

## SECTION IV – APPROVED MTW ACTIVITIES



but not be limited to, application fees, processing fees, holding deposits, landlord recruitment and incentive payments, such as unit hold payments, to assist families with various up-front costs for leasing units in an expedited manner.

SDHC will perform ongoing analysis to determine the success of each incentive as well as solicit feedback from landlords for possible enhancements to the program. SDHC may adjust the incentives in future years to adjust for market fluctuations, landlord feedback, funding considerations, and local priorities. The incentives offered through this program will serve to retain and incentivize landlords to participate in the HCV program by eliminating barriers to participation and improving lease up timelines.

### IMPACT OF ACTIVITY

In Fiscal Year 2023, a total of \$646,500 in incentive payments was disbursed as a result of 1293 successful lease-ups. In addition, 1,657 units housed participants for the first time during this program year, of which 1288 units were located in SDHC's Choice and Enterprise communities.

### LANDLORD RETENTION AND INCENTIVE PROGRAM

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase)	0	50	1288	Yes
<b>HC #7: Households Assisted by Services that Increase Housing Choice</b> Number of households receiving services aimed to increase housing choice (increase)	0	300	1,657	Yes
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$227,340	\$216,540	\$399,168	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	6,315	6,015	8,316	No
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	0%	0%	0%	Yes

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

N/A

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## 2021-1. ESTABLISHMENT OF ALTERNATIVE REASONABLE COST LIMITS

### PLAN YEAR IDENTIFIED

Fiscal Year 2021

### IMPLEMENTATION DATE

October 1, 2020

### PLAN YEAR AMENDED

N/A

## SECTION IV – APPROVED MTW ACTIVITIES



### ACTIVITY DESCRIPTION

SDHC requested permission to develop alternative reasonable cost limits to include Total Development Costs (TDC) and Hard Construction Costs (HCC) for the amount of Moving to Work funds that can be contributed in SDHC's local non-traditional development and rehabilitation activities. Over the past several years, the San Diego metropolitan area had seen massive increases in the cost to develop and rehabilitate new and existing properties. SDHC had also seen multiple projects far exceed the HUD-published limits for the San Diego region, as the Rental Housing Finance Division is a lender, conduit bond issuer, and administrator of the City of San Diego's affordable land use programs including the Inclusionary, Density Bonus, Single-Room Occupancy, and Coastal Replacement Housing ordinances. In seeking an alternative reasonable cost formula, SDHC will be able to increase its ability to ensure that more affordable units are developed or rehabilitated within the City of San Diego, which in turn will increase the number of housing choice for low-income families in support of the MTW Statutory Objective.

In accordance with the Activities approved methodology and review period, Appendix E has been updated to reflect alternative reasonable cost limits using data from Calendar Years 2020 to 2023.

### IMPACT OF ACTIVITY

SDHC did not utilize MTW funds for this activity in FY 2023.

### ESTABLISHMENT OF ALTERNATIVE REASONABLE COST LIMITS

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$0	\$0	0	No
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	0	0	0	No
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for households at or below 80% AMI as a result of the activity (increase). If units reach a specific type of household, give that type in this box	0	150	0	No
<b>HC #2: Units of Housing Preserved</b> Number of housing units preserved for households at or below 80% AMI that would otherwise not be available (increase). If units reach a specific type of household, give that type in this box.	0	150	0	No
<b>HC #3: Decrease in Wait List Time</b> Average applicant time on wait list in months (decrease)	74	60	0	No
<b>HC #4: Displacement Prevention</b> Number of households at or below 80% AMI that would lose assistance or need to move (decrease). If units reach a specific type of household, give that type in this box.	0	150	0	No
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase).	0	200	0	No

### HARDSHIP REQUESTS

N/A

### EXPLANATION OF CHALLENGES

During FY 2023, SDHC did not need to utilize the full amount of the update reasonable cost limit that exceeded prior limits for MTW funds in acquisition, development, and rehabilitation due to an increase in state and local funds. SDHC anticipates increasing the amount of MTW funds to be utilized as other funding sources wind down.

### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

SECTION IV – APPROVED MTW ACTIVITIES



2021-2. PRESERVATION OF AFFORDABLE HOUSING IN THE CITY OF SAN DIEGO

PLAN YEAR IDENTIFIED

Fiscal Year 2021

IMPLEMENTATION DATE

October 1, 2020

PLAN YEAR AMENDED

N/A

ACTIVITY DESCRIPTION

SDHC is committed to preserving affordable housing within the City of San Diego, by developing methods of financing to incentivize property owners to preserve their existing affordable housing units. Financing received through SDHC will help these property owners complete necessary health and safety upgrades to dwelling units that could normally be cost-prohibitive, leading to an increase in rent for tenants. In receiving this funding, this ensures that properties receiving SDHC funds remain affordable to low-income families for the foreseeable future.

IMPACT OF ACTIVITY

Funds were not expended during the program year.

PRESERVATION OF AFFORDABLE HOUSING IN THE CITY OF SAN DIEGO

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for households at or below 80% AMI as a result of the activity (increase). If units reach a specific type of household, give that type in this box	0	50	0	No
<b>HC #2: Units of Housing Preserved</b> Number of housing units preserved for households at or below 80% AMI that would otherwise not be available (increase). If units reach a specific type of household, give that type in this box.	0	100	0	No
<b>HC #3: Decrease in Wait List Time</b> Average applicant time on wait list in months (decrease)	74	60	0	No
<b>HC #4: Displacement Prevention</b> Number of households at or below 80% AMI that would lose assistance or need to move (decrease). If units reach a specific type of household, give that type in this box.	0	100	0	No
<b>HC #5: Increase in Resident Mobility</b> Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase).	0	100	0	No

HARDSHIP REQUESTS

N/A

EXPLANATION OF CHALLENGES

While SDHC has not yet expended funds on this activity, a preservation project has been approved by the SDHC Board. Funds are anticipated to be expended in FY 2024.

REVISION OF BENCHMARKS

No revisions were made to benchmarks.

REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.

## SECTION IV – APPROVED MTW ACTIVITIES



### 2022-1 HOMEOWNERSHIP PROGRAM

#### PLAN YEAR IDENTIFIED

Fiscal Year 2022

#### IMPLEMENTATION DATE

October 1, 2021

#### PLAN YEAR AMENDED

N/A

#### ACTIVITY DESCRIPTION

Using Broader Use of Funds Authority, SDHC allocated up to \$1.9 million toward the existing first-time homebuyer programs, which should assist approximately 20 families under 80% AMI in being able to purchase a home in the City of San Diego. Currently, SDHC receives funding for its homeownership programs via HOME, Community Development Block Grants (CDBG), California CalHome Program funds, and the City of San Diego Affordable Housing Fund.

#### IMPACT OF ACTIVITY

MTW funds were not expended in FY 2023 for this activity. Due to the challenges explained below, fewer-than-expected first time homebuyers were assisted utilizing other funding sources.

HOMEOWNERSHIP PROGRAM				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #5: Increase in Resident Mobility</b> <i>Number of households able to move to a better unit and/or neighborhood of opportunity as a result of the activity (increase).</i>	0	10	0	No
<b>HC #6: Increase in Homeownership Opportunities</b> <i>Number of households that purchased a home as a result of the activity (increase).</i>	0	10	0	No
<b>HC #7: Households Assisted by Services that Increase Housing Choice</b> <i>Number of households receiving services aimed to increase housing choice (increase).</i>	0	10	0	No

#### HARDSHIP REQUESTS

N/A

#### EXPLANATION OF CHALLENGES

SDHC has operated a First-Time Homebuyer (FTHB) program in the City of San Diego since 1992 to help low-income households achieve homeownership. Since its inception, the Housing Commission has provided more than \$195 million dollars of assistance in the form of loans, grants and mortgage credit certificates, and assisted approximately 6,010 homebuyers.

However, current real estate market conditions – especially in San Diego – are much different than in previous years. According to California Association of Realtors and Zillow, the single-family home median sales price in San Diego in June, 2023, was \$958,250. This represents a 123 percent increase over the last 20 years, and an increase of 38 percent compared to 2020 data. Additionally, in the past one year, 30-year mortgage interest rates have climbed from 3 percent to 7 percent, reaching a 20-year high, according to a recent Redfin report.

The extraordinarily high price of homes, significant rise in interest rates, limited inventory, and other real estate market conditions have made it extremely competitive and very difficult for low-income first-time homebuyers to purchase a home in San Diego. Because of these challenges, fewer-than-expected FTHB households were assisted utilizing other funding sources that were allocated in the FY2023 budget.

#### REVISION OF BENCHMARKS

No revisions were made to benchmarks.

#### REVISION OF DATA COLLECTION METHODOLOGY

No changes were made to the data collection methodology.





**NOT YET IMPLEMENTED ACTIVITIES**

**2023-1. BLENDED  
SUBSIDIES IN  
FAIRCLOTH-TO-RAD  
CONVERSIONS**

**PLAN YEAR APPROVED: 2023  
RE-PROPOSED: N/A**

**DESCRIPTION**

SDHC received permission for blended subsidies using MTW funds for Faircloth to RAD conversions. SDHC has been actively involved in creating and preserving additional affordable housing within the City of San Diego in other approved MTW activities through acquisitions, rehabilitations, and new developments. In addition, SDHC has an active activity relating to public housing development. Documentation from the PIH office of Capital Improvements, as of September 30, 2021, showed that SDHC had an availability of 1,220 units remaining under the Faircloth limit.

**DISCUSSION**

Due to the remaining units in SDHC’s Faircloth cap, SDHC is actively researching opportunities where a Faircloth-to-RAD conversion would be feasible. This activity would be utilized to make up the difference between the combined tenant paid portion and the RAD HAP subsidy up to the contract rent for converted units.

**ACTIVITIES ON HOLD**

**2010-8. ESTABLISH AN  
HCV HOMEOWNERSHIP  
PROGRAM**

**PLAN YEAR APPROVED: 2010  
RE-PROPOSED: N/A**

**IMPLEMENT DATE: OCT 01, 2009  
HOLD DATE: JUL 01, 2014**

**DESCRIPTION**

A homeownership program was created to assist income-eligible HCV participants with purchasing a home. Housing assistance payments are utilized to assist with a mortgage payment rather than as a rental payment. Incentives to purchase a home are also program components. Waivers were enacted to modify the eligibility requirements for the program related to the minimum monetary threshold for savings accounts as well as implement the incentives for purchasing foreclosed homes.

**ACTION TOWARDS REACTIVATION**

SDHC is in the process of reevaluating the program, therefore the program has been placed on hold indefinitely. New applications were no longer accepted effective July 1, 2014 for the program. Families currently participating in the homeownership program continue to receive assistance.



CLOSED OUT ACTIVITIES

2009-1. Achievement Academy of the San Diego Housing Commission ..... 63

2010-1. Triennial Reexaminations for Elderly and Disabled Families ..... 63

2010-10. Undertake Public Housing Development..... 63

2011-5. Disregard Retirement Accounts..... 64

2011-9. Enhance Family Self-Sufficiency Program..... 64

2011-10. Broader Uses of Funds for IDAs ..... 65

2012-4. Project-Based Subsidy Program for the Homeless ..... 65

2013-3. Elimination of 100% Excluded Income..... 66

2013-5. Homeless Veteran Project-Based Subsidy Program ..... 66

2013-9. New Public Housing Transition ..... 66

2014-1. Transitional Subsidy Program for Homeless Veterans..... 67

2014-4. Housing Subsidy Program for Homeless Youth ..... 67

## SECTION IV – APPROVED MTW ACTIVITIES



### 2009-1. ACHIEVEMENT ACADEMY OF THE SAN DIEGO HOUSING COMMISSION

#### PLAN YEAR IDENTIFIED

Fiscal Year 2009

#### YEAR CLOSED OUT

Reported in Section 5 of the Report as a single fund flexibility activity effective Fiscal Year 2012.

#### DISCUSSION

- **Final Outcomes and Lessons Learned:** The activity is a Section 8 activity not requiring regulatory waivers or broader uses of funds authority. The activity is ongoing but reported as a single fund flexibility activity in Section 5 of the Report.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** Outcomes are reported in the single fund flexibility narrative.

### 2010-1. TRIENNIAL REEXAMINATIONS FOR ELDERLY AND DISABLED FAMILIES

#### PLAN YEAR IDENTIFIED

Fiscal Year 2010

#### YEAR CLOSED OUT

Fiscal Year 2016

#### DISCUSSION

- **Final Outcomes and Lessons Learned:** Although the triennial reexamination schedule was considered a successful MTW activity in terms of efficiency, utilizing both a biennial reexamination schedule for work-able households and triennial reexamination schedule for elderly/disabled households proved difficult. Since households oftentimes experienced changes in household composition which resulted in transitions between the two populations, reexamination schedules continually modified for households. Also, consistency in reexamination cycles reduced confusion for rental assistance staff and external customers since the reexamination schedule was no longer impacted by household composition changes. Using a biennial reexamination schedule for all households proved most effective for all involved.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** N/A

#### IMPLEMENT TRIENNIAL INCOME RECERTIFICATIONS FOR ELDERLY AND DISABLED FAMILIES

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$295,000	\$213,660	\$158,090	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	9,500	6,850	5,072	Yes

### 2010-10. UNDERTAKE PUBLIC HOUSING DEVELOPMENT

#### PLAN YEAR IDENTIFIED

Fiscal Year 2010

#### YEAR CLOSED OUT

Fiscal Year 2012



DISCUSSION

- **Final Outcomes and Lessons Learned:** This activity was closed out in the Fiscal Year 2011 MTW Report. Public Housing development occurs under the Fiscal Year 2011 Public Housing Development initiative which combines the authorizations and flexibilities of both activities.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** Public Housing units were not created via the Fiscal Year 2010 activity.

UNDERTAKE PUBLIC HOUSING DEVELOPMENT				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>HC #1: Additional Units of Housing Made Available</b> Number of new housing units made available for households at or below 80% AMI as a result of the activity (increase).	36	69	75	Yes

2011-5. DISREGARD RETIREMENT ACCOUNTS

PLAN YEAR IDENTIFIED

Fiscal Year 2011

YEAR CLOSED OUT

Fiscal Year 2017

DISCUSSION

- **Final Outcomes and Lessons Learned:** The initiative was determined successful since the administrative burden of verifying retirement accounts, which often are verified as \$0 cash surrender value, was eliminated. As a result of the initiative, SDHC determined no intrinsic value to including retirement accounts in the asset calculation since the rent portion is typically unchanged. SDHC’s decision to re-propose activity 2010-5: Simplify Income and Asset Verification Systems to eliminate verification of assets entirely from the rent calculation process rendered this activity unnecessary, thus SDHC’s decision to close out the activity.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** All benchmarks were achieved.

DISREGARD RETIREMENT ACCOUNTS IN ASSET CALCULATION				
METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$8,730	\$0	\$0	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	291	0	0	Yes

2011-9. ENHANCE FAMILY SELF-SUFFICIENCY PROGRAM

PLAN YEAR IDENTIFIED

Fiscal Year 2011

YEAR CLOSED OUT

Fiscal Year 2015

## SECTION IV – APPROVED MTW ACTIVITIES



### DISCUSSION

- **Final Outcomes and Lessons Learned:** This activity integrated into activity 2013-2 “Family Self-Sufficiency Reinvention”.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** Outcomes are reported in the matrix contained in the narrative for activity 2013-2.

## 2011-10. BROADER USES OF FUNDS FOR IDAs

### PLAN YEAR IDENTIFIED

Fiscal Year 2011

### YEAR CLOSED OUT

The activity was formerly reported in Section 5 of the Report as a single fund flexibility activity effective Fiscal Year 2012. Since the IDA activity concluded in September 2016, or Fiscal Year 2017, MTW Plans and Reports will no longer report on the program in the single fund flexibility narrative.

### DISCUSSION

- **Final Outcomes and Lessons Learned:** With the focus of the Achievement Academy shifting to work-readiness services and job placement, the Individual Development Accounts no longer aligned with the strategic direction of SDHC. Path to Success further compelled the transition from an asset building curriculum to an emphasis on building job skills and motivating families to seek employment. SDHC considers the activity successful given all benchmarks were achieved and superseded, regardless of the decision to terminate the activity. Other MTW agencies with a focus on asset building may benefit from a similar type of program.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** All benchmarks were achieved.

### ALLOW BROADER USES OF FUNDS FOR THE CREATION OF INDIVIDUAL DEVELOPMENT ACCOUNTS

Metric	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
Annual number of adult participants enrolled in the asset building program with an IDA funded by MTW funds	0	10	16	Yes
Annual number of participants enrolled in the youth asset building program with an IDA funded by MTW funds	0	10	68	Yes
Annual number of participants enrolled in the asset building program with a transportation IDA	0	10	29	Yes
Annual number of MTW IDA participants who opened an IDA account	0	20	110	Yes
Annual number of MTW IDA participants who developed a credit improvement plan	0	15	56	Yes
Annual number of MTW IDA participants who made at least nine monthly deposits to their IDA during a twelve-month period	0	15	37	Yes
Annual number of MTW IDA participants who completed ten hours of financial skills education	0	15	45	Yes

## 2012-4. PROJECT-BASED SUBSIDY PROGRAM FOR THE HOMELESS

### PLAN YEAR IDENTIFIED

Fiscal Year 2012

### YEAR CLOSED OUT

Fiscal Year 2015

## SECTION IV – APPROVED MTW ACTIVITIES



### DISCUSSION

- **Final Outcomes and Lessons Learned:** The activity was not implemented. SDHC determined the program structure as not advantageous to the agency’s approach to ending homelessness in the City of San Diego. Efforts are focused on other development capacities.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** N/A

### 2013-3. ELIMINATION OF 100% EXCLUDED INCOME

#### PLAN YEAR IDENTIFIED

Fiscal Year 2013

#### YEAR CLOSED OUT

Fiscal Year 2021

### DISCUSSION

- **Final Outcomes and Lessons Learned:** Activity had originally been reactivated due to the expiration of PIH Notice 2013-03. A Final Rule FR 5743-F-03 was published, reactivating the streamlining measure.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:**

#### ELIMINATE 100% OF EXCLUDED INCOME VERIFICATION

METRIC	BASELINE	BENCHMARK	OUTCOME	BENCHMARK ACHIEVED?
<b>CE #1: Agency Cost Savings</b> Total cost of task in dollars (decrease).	\$17,010	\$11,907	\$0	Yes
<b>CE #2: Staff Time Savings</b> Total time to complete the task in staff hours (decrease).	567	397	0	Yes
<b>CE #3: Decrease in Error Rate of Task Execution</b> Average error rate in completing a task as a percentage (decrease).	17%	15%	0%	Yes

### 2013-5. HOMELESS VETERAN PROJECT-BASED SUBSIDY PROGRAM

#### PLAN YEAR IDENTIFIED

Fiscal Year 2013

#### YEAR CLOSED OUT

Fiscal Year 2014

### DISCUSSION

- **Final Outcomes and Lessons Learned:** The activity was not implemented. Our implementation partner, Veteran’s Village of San Diego (VVSD), determined the activity as neither economically advantageous nor viable under current circumstances and requested permission to close out the activity.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** N/A

### 2013-9. NEW PUBLIC HOUSING TRANSITION

#### PLAN YEAR IDENTIFIED

Fiscal Year 2013

## SECTION IV – APPROVED MTW ACTIVITIES



### YEAR CLOSED OUT

Fiscal Year 2014

### DISCUSSION

- **Final Outcomes and Lessons Learned:** The activity was not implemented. The flexibility requested under the initiative was not required, thus the activity was closed out.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** N/A

## 2014-1. TRANSITIONAL SUBSIDY PROGRAM FOR HOMELESS VETERANS

### PLAN YEAR IDENTIFIED

Fiscal Year 2014

### YEAR CLOSED OUT

Fiscal Year 2015

### DISCUSSION

- **Final Outcomes and Lessons Learned:** The activity was not implemented. Veteran’s Village of San Diego, the intended partnering agency for the program, indicated a preference to pursue an alternative rental subsidy program.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** N/A

## 2014-4. HOUSING SUBSIDY PROGRAM FOR HOMELESS YOUTH

### PLAN YEAR IDENTIFIED

Fiscal Year 2014

### YEAR CLOSED OUT

Fiscal Year 2022

### DISCUSSION

- **Final Outcomes and Lessons Learned:** The activity was never implemented since procurement attempts to solicit bids did not yield desired optimal results.
- **Description of Statutory Exceptions Outside of Current Flexibility Possibly Providing Additional Benefit:** N/A
- **Summary Table of Outcomes:** N/A



## SECTION V – SOURCES AND USES OF MTW FUNDS

### ACTUAL SOURCES AND USES OF MTW FUNDS

#### ACTUAL SOURCES OF MTW FUNDS IN THE PLAN YEAR

SDHC submitted unaudited and audited information in the prescribed Financial Data Schedule (FDS) format through the Financial Assessment System (FASPHA).

#### ACTUAL USES OF MTW FUNDS IN THE PLAN YEAR

SDHC submitted unaudited and audited information in the prescribed FDS format through the FASPHA.

#### DESCRIBE ACTUAL USE OF MTW SINGLE FUND FLEXIBILITY

SDHC uses MTW single fund flexibility to implement and operate programs for HCV and Public Housing program participants.

### ACHIEVEMENT ACADEMY

SDHC uses single-fund flexibility in support of MTW activities to enhance self-sufficiency programming. SDHC combines funds from public housing operating and capital fund assistance (authorized by section 9 of the United States Housing Act of 1937 [the Act]) and voucher funds (authorized by section 8 (o) of the Act) to implement a block grant/single-fund budget approach to budgeting and accounting. SDHC has consolidated public housing and HCV program funds to implement the approved Moving to Work initiatives described in previously approved MTW Plans and will continue to do so in future plans.

SDHC uses single-fund flexibility to conduct a variety of activities geared toward self-sufficiency. The Achievement Academy offers a broad range of one-on-one services and workshops geared toward workforce readiness and financial literacy. Partnerships with a variety of external organizations specializing in their fields enable SDHC to provide assistance to participants with different interests, career focuses, and skill levels. Leveraging funding from outside sources increases the services provided to participants. When possible, staff looks for grants that provide funding and coaching to assist both staff and participants. Following the Financial Opportunity Center (FOC) model, created by funding from the Local Initiatives Support Corporation (LISC), the Achievement Academy is able to provide robust services to participants that go beyond job leads and helps support self-sufficiency. The resources offered at the Achievement Academy are a vital component of the Path to Success rent reform activity as participants are incentivized to increase income and work towards self-sufficiency. SDHC plans to continue and grow these partnerships to better serve our families and increase economic self-reliance. The narrative below describes some of the services offered at the Achievement Academy.

The pandemic provided an opportunity for the Achievement Academy to pivot from in-person only services to workshops and meetings being presented via Zoom or other similar platform. This form of delivery turned out to be of benefit to clients who did not have to drive to Achievement Academy offices, possibly pay for parking or public transportation, and potentially need childcare to do so. Now that businesses have re-opened and in-person events are available, SDHC clients often have the choice to attend events and meetings in person or continue to do so online. This flexibility allows clients to choose the option that best works for their schedule.

### EMPLOYMENT/WORKFORCE DEVELOPMENT

#### JOB DEVELOPER

One of the Achievement Academy Workforce Readiness Specialist (WRS) positions serves as a job developer and makes connections with employers of in-demand occupations; organizes job fairs; and coordinates employment services with partner organizations. Training for participants covers such topics as on-line job search, résumé writing, interviewing tips, and customer service. The Achievement Academy also partners with Manpower, an industry leader in employment services. Manpower helps to leverage connections in the business community to help open doors to companies that typically have been a struggle for participants to get into in the past.





### ONE-STOP CAREER CENTER

The San Diego Workforce Partnership (SDWP) provides services via a satellite One-Stop Career Center at the local downtown public library. SDWP staff offer workforce development services including labor market information, career development, assessment, job search/retention skills, job placement assistance, and referrals to training opportunities.

### SMALL BUSINESS DEVELOPMENT TRAINING

The SDHC Achievement Academy partners with Access Inc. to support entrepreneurs who want to start or expand a small business. Microenterprise services and training offered to clients include creating, or expanding, a business plan; obtaining a business license; one-on-one business counseling; market training & research; and financial literacy support among other services.

### EMPLOYMENT/WORKFORCE DEVELOPMENT WORKSHOPS

The SDHC Achievement Academy offers employment readiness workshops and provides access to temporary and permanent employment through employer connections. Workshops include: Returning to the Workforce; The Job Search Rollercoaster; Teamwork Skills Everyone Needs; and 10 Keys for Professional Success among others. The Achievement Academy also hosts recruitment fairs via Zoom. Participants are invited to attend presentations from hiring organizations and hear directly from human resources representatives how to get hired at their company. Topics covered range from the job application and résumé submittal process to interview preparedness and communication skills. Many of the participating recruitment organizations guarantee, at minimum, an interview to SDHC clients.

### JOB TRAINING PROGRAMS

FY23 was the final year of two healthcare training programs. With funding from the Local Initiatives Support Corporation (LISC), the Achievement Academy offered programming that allowed clients to obtain certifications as: Certified Nursing Assistant (CNA), Medical Assistant; and/or Electrocardiogram (EKG). A partnership with Western Medical Training Centered allowed clients to attend classroom hours, get clinical hands-on practice, and take State exams.

Separately, the Achievement Academy offered a certification program in the Information Technology arena. In partnership with San Diego Community College Continuing Education, clients attended classes to learn Digital Media. After a month of introductory work, students were offered a one-month part-time paid internship at Mixte Communications, a digital marketing and public relations company.

### YOUTH PROGRAMS

Staff at the Achievement Academy strives to offer innovative programming in an effort to keep participants interested and engaged. One WRS position focuses on developing programming for “opportunity youth”, defined as young adults between sixteen and twenty-four years of age who are not working or enrolled in school. Students receive education counseling or career guidance. The Achievement Academy has partnered with Access, Inc. to provide additional training and services to these young adults.

### ACADEMY COMPUTER LAB

The SDHC Achievement Academy computer lab is currently closed to in-person activity as staff continues to work remotely. SDHC partners with San Diego Futures Foundation and Computers2Kids to provide laptops to assist with digital access to SDHC families for school or job search. Families are referred to local libraries where free Wi-Fi devices and equipment may be checked out for three-month periods.

### INCOME SUPPORTS

#### Benefits Screening

SDHC Achievement Academy staff work with clients on benefits screening. Application assistance is offered for an array of program such as CalWorks, Women Infants and Children (WIC), California Healthy Families, Child Care Assistance, MediCal, and Supplemental Nutrition Assistance Program (SNAP). Additionally, clients are referred to Dreams for Change for free tax assistance programs.

## SECTION V – SOURCES AND USES OF MTW FUNDS



### FINANCIAL EDUCATION

#### FINANCIAL COUNSELING

The Achievement Academy has been able to have several WRS positions trained as certified Financial Counselors. The Financial Counselors offer on-site credit counseling in debt reduction, credit repair, budgeting, and cash management skills. These services have been incorporated into the FOC service delivery model utilized within the Achievement Academy.

#### FINANCIAL SKILLS EDUCATION WORKSHOPS

Financial Education workshops are routinely offered in the following topic areas: Debt and credit repair; credit score improvement; controlling expenses; maintaining a financial fitness plan; electronic banking and direct employee deposits; budget management, ordering, reviewing, and repairing credit report; investments strategies and options; and pensions/retirement planning.

#### FINANCIAL COACHING TRAINING

SDHC WRS staff utilize the LISC Financial Counseling Model to implement innovative coaching methods during one-on-one appointments with participants. SDHC is also positioned to assist participants with improving credit through a partnership with Credit Builders Alliance. The ability to internally pull credit reports allows SDHC to further assist participants with accessing current credit ratings in order to begin aligning client goals for credit improvement to future financial and career goals.

The chart below contains a summary of the results of Achievement Academy activities at the close of Fiscal Year 2023.

ACHIEVEMENT ACADEMY			
METRIC	BASELINE	OUTCOME	BENCHMARK ACHIEVED?
Number of rental assistance participants receiving core services	982	1,156	Yes
Number of rental assistance participants with an increase in earnings	229	312	Yes
Number of rental assistance participants placed in employment	144	230	Yes
Number of rental assistance participants employed for 12 or more consecutive months	44	31	No
Number of rental assistance participants who attended a work readiness workshop	727	1139	Yes
Percent of rental assistance participants who attended a recruitment and resource fair and obtained employment as a direct result	0%	25.8%	Yes
Number of rental assistance participants who completed vocational or bridge training	0	41	Yes

### ENVISION CENTER

In June of 2018, HUD announced the designation of EnVision Centers in 17 communities across the nation. SDHC was selected for the only location in California, and only one of three co-located within a designated Promise Zone.

Initially implemented with two locations to provide client flexibility, the Southeast San Diego location closed due to the pandemic. The SDHC Achievement Academy location is temporarily closed to in-person participation while staff members continue to work remotely. In response to the COVID-19 pandemic, the SDHC Achievement Academy began offering meetings and workshops by video conference. The change in service delivery made programs more accessible and convenient for many clients, resulting in increased participation in workshops and programmatic events. Services continue to be offered online, with some activities available at



alternate in-person sites, such as local libraries or specific program training locations. EnVision Center services are available to any households with low income in the City of San Diego, predominately SDHC rental assistance participants, public housing residents and participants in certain homelessness programs.

EnVision Centers leverage public and private resources to help clients achieve goals to secure economic security. To foster long-lasting self-sufficiency, EnVision Centers provide support in the following four areas of focus: Economic Empowerment; Education; Health/Wellness; and Character/Leadership.

### **FAMILY SELF-SUFFICIENCY: EDEN HOUSING, INC.**

In November 2020, the SDHC Achievement Academy signed a contract with Eden Housing, Inc., a California nonprofit public benefit corporation, to implement a Family Self-Sufficiency program on two of its San Diego properties. This marks the first time HUD has authorized a public housing authority to run an FSS program for a private multifamily developer. The FSS program will operate under HUD’s guidelines for the traditional five-year program and not the Achievement Academy’s MTW approved two-year program.

### **FLEXIBLE FUNDING FOR SUPPORTIVE SERVICES**

SDHC did not utilize flexible funding for supportive services in FY 2023, but anticipates utilizing this single fund flexibility in upcoming years.

### **PREVENTION/DIVERSION**

SDHC did not utilize flexible funding for prevention/diversion in FY 2023, but anticipates utilizing this single fund flexibility in upcoming years.

### **LANDLORD ENGAGEMENT AND ASSISTANCE PROGRAM (LEAP)**

SDHC did not utilize flexible funding for LEAP in FY 2023, but anticipates utilizing this single fund flexibility in upcoming years.



**LOCAL ASSET MANAGEMENT PLAN**

Did the MTW PHA allocate costs within statute in the Plan Year?	Yes
Did the MTW PHA implement a local asset management plan (LAMP) in the Plan Year?	No
Did the MTW PHA provide a LAMP in the appendix?	No

If the MTW PHA has provided a LAMP in the appendix, please provide a brief update on implementation of the LAMP. Please provide any actual changes (which must be detailed in an approved Annual MTW Plan/Plan amendment) or state that the MTW PHA did not make any changes in the Plan Year.

SDHC did not operate a Local Asset Management Plan during Fiscal Year 2023.

**MTW BLOCK GRANT COMMITMENTS**

DEVELOPMENT	ACTIVITY	MTW INVESTMENT
Valley Vista Apartments	On Site Improvements/Rehabilitation	\$882,897
Kearny Vista Apartments	On Site Improvements/Rehabilitation	\$798,107
Hillcrest Inn	On Site Improvements/Rehabilitation	\$625,917
SDHC Phase II ADUs	Predevelopment/Due Diligence	\$233,970
Homekey 3: Pacific Village	Acquisition Due Diligence	\$113,701
VLC III	Predevelopment/Due Diligence	\$19,308
Alaquinas Drive	Plumbing Systems Replacement	\$1,229,580
Juniper Street	Plumbing Systems Replacement	\$482,895
45 <sup>th</sup> Street	Plumbing Systems Replacement	\$216,817
44 <sup>th</sup> Street	Plumbing Systems Replacement	\$203,305
Pulitzer Place	Plumbing Systems Replacement	\$219,999
Multisite Plumbing	Predevelopment/Due Diligence	\$187,724
Courtyard Terraces	On Site Improvements	\$31,103
<b>Total</b>		<b>\$5,245,323</b>



## SECTION VI – ADMINISTRATIVE REVIEWS, AUDITS, AND INSPECTIONS

There are no HUD reviews, audits, or physical inspection issues requiring PHA action.

### EVALUATION RESULTS

There are no MTW PHA-directed evaluations requiring PHA action.

### MTW STATUTORY REQUIREMENT CERTIFICATION

See Appendix A

### MTW ENERGY PERFORMANCE CONTRACT (EPC) FLEXIBILITY DATA

SDHC does not utilize an MTW Energy Performance Contract.



## APPENDIX A: MTW STATUTORY REQUIREMENT CERTIFICATION

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### Certification of MTW Statutory Compliance

On behalf of the San Diego Housing Commission, I certify the Agency has met the three statutory requirements of the Moving to Work program during Fiscal Year 2023:

1. At least 75 percent of the families assisted by the Agency are very low-income families;
2. The Agency has continued to assist substantially the same total number of eligible low-income families as would have been served without MTW; and
3. The Agency has continued to serve a comparable mix of families (by family size) as would have been served without MTW.

DocuSigned by:  
  
Jeff Davis  
Interim Chief Executive Officer

9/12/2023  
Date



# APPENDIX B: DISCLOSURE OF LOBBYING ACTIVITIES


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## DISCLOSURE OF LOBBYING ACTIVITIES

OMB Control Number: 4040-0013

Expiration Date: 2/28/2025

Complete this form to disclose lobbying activities pursuant to 31 U.S.C. 1352

<b>1. * Type of Federal Action:</b> <input type="checkbox"/> a. contract <input checked="" type="checkbox"/> b. grant <input type="checkbox"/> c. cooperative agreement <input type="checkbox"/> d. loan <input type="checkbox"/> e. loan guarantee <input type="checkbox"/> f. loan insurance	<b>2. * Status of Federal Action:</b> <input type="checkbox"/> a. bid/offer/application <input checked="" type="checkbox"/> b. initial award <input type="checkbox"/> c. post-award	<b>3. * Report Type:</b> <input checked="" type="checkbox"/> a. initial filing <input type="checkbox"/> b. material change
<b>4. Name and Address of Reporting Entity:</b> <input checked="" type="checkbox"/> Prime <input type="checkbox"/> SubAwardee * Name: San Diego Housing Commission * Street 1: 1122 Broadway, Ste. 300 Street 2: * City: San Diego State: CA: California Zip: 92101 Congressional District, if known: CA-50		
<b>5. If Reporting Entity in No.4 is Subawardee, Enter Name and Address of Prime:</b>		
<b>6. * Federal Department/Agency:</b> U.S. Dept of Housing & Urban Development	<b>7. * Federal Program Name/Description:</b> Fiscal Year 2023 Moving to Work (MTW) Block Grant CFDA Number, if applicable:	
<b>8. Federal Action Number, if known:</b>	<b>9. Award Amount, if known:</b> \$ 273,972,163.53	
<b>10. a. Name and Address of Lobbying Registrant:</b> Prefix: * First Name: N/A Middle Name: * Last Name: N/A Suffix: * Street 1: Street 2: * City: State: Zip:		
<b>b. Individual Performing Services (including address if different from No. 10a)</b> Prefix: * First Name: N/A Middle Name: * Last Name: N/A Suffix: * Street 1: Street 2: * City: State: Zip:		
<b>11. Information requested through this form is authorized by title 31 U.S.C. section 1352. This disclosure of lobbying activities is a material representation of fact upon which reliance was placed by the tier above when the transaction was made or entered into. This disclosure is required pursuant to 31 U.S.C. 1352. This information will be reported to the Congress semi-annually and will be available for public inspection. Any person who fails to file the required disclosure shall be subject to a civil penalty of not less than \$10,000 and not more than \$100,000 for each such failure.</b> <b>* Signature:</b>  <b>* Name:</b> Prefix: * First Name: Jeff Middle Name: * Last Name: Davis Suffix: <b>Title:</b> Interim President and CEO <b>Telephone No.:</b> 619-578-7606 <b>Date:</b> 7/27/2023		
<b>Federal Use Only:</b>		<b>STANDARD FORM LLL (REV. 7/1987)</b> Authorized for Local Reproduction





## APPENDIX C: NON-MTW RELATED SDHC INFORMATION

### **SDHC Pilot Program for First-Time Homebuyers of Color**

Building on collaborative efforts to address the gap in homeownership rates for people of color in the City of San Diego, SDHC launched a pilot program to support middle-income Black, Indigenous, People of Color (BIPOC) first-time homebuyers. The pilot program offers assistance for down payments and closing costs for middle-income BIPOC first-time homebuyers. The pilot program can assist BIPOC households with income up to 150% of San Diego's Area Median Income, currently \$175,200 per year for a family of four.

SDHC has administered first-time homebuyer programs for the City of San Diego since 1988.

Funding for the pilot program for BIPOC homebuyers consists of resources from a Wells Fargo Foundation Wealth Opportunities Realized Through Homeownership (WORTH) grant awarded to SDHC and a National Fair Housing Alliance grant awarded to an SDHC nonprofit affiliate.

San Diego City Council President Pro Tem Monica Montgomery Steppe, San Diego City Councilmember Vivian Moreno, San Diego County Supervisor Joel Anderson and SDHC Vice Chair of the Board Ryan Clumpner announced the new pilot program at a news conference.



Announcement of Pilot Program for Middle-Income, Black, Indigenous, People of Color (BIPOC) First-Time Homebuyers  
June 8, 2023

### **Housing Instability Prevention Program**

With funding allocated by the City of San Diego, SDHC launched the Housing Instability Prevention Program (HIPP) on September 8, 2022. HIPP helps pay rent and other housing-related expenses for families in the City of San Diego with low income and unstable housing situations, such as facing eviction for nonpayment of rent. As of June 30, 2023, HIPP enrolled 140 households. HIPP continues to receive referrals to identify 300 households to receive assistance.

HIPP initially provided a fixed rental assistance amount of \$500 per month for up to 24 months for qualifying households. During the first six months of the program, SDHC staff determined that the flat subsidy amount did not provide enough flexibility to assist all of the households that needed it. To address this, SDHC created three tiers of subsidies. Households now receive \$250, \$500 or \$750 per month based on the household's circumstances. SDHC staff also identified challenges affecting the level of enrollment and





implemented solutions to address those challenges. For example, criteria to qualify for the program were adjusted to allow households paying 40 percent of their income or more toward rent to qualify for the program instead of 60 percent or more.

The households HIPP assisted include Teri, who experienced difficulty keeping up with her rent on her fixed income from Social Security Disability Insurance. Sometimes she chose to delay paying rent so she could buy food. She would then borrow money from someone to cover her rent. HIPP has given Teri some breathing room to determine how to achieve long-term stability.

“I have a little sign that says, ‘Create the life you want.’ And I feel like that is what the program is doing. It's helping me to create the life that I want—physically, mentally and emotionally,” she said.



Teri, Housing Instability Prevention Program Participant

### **‘Your Home, Your Internet’ Federal Grant Awarded to SDHC**

On April 8, 2023, Federal Communications Commission (FCC) Commissioner Geoffrey Starks visited SDHC’s Park Crest senior apartments for an event to announce the FCC awarded more than \$230,000 to SDHC as a “Your Home, Your Internet” grant. The grant supports awareness, outreach and assistance for households to apply for the federal Affordable Connectivity Program (ACP). With the FCC grant, SDHC’s objective is to reach out to approximately 120,000 households in the City of San Diego that are eligible for the ACP. Outreach will include digital, print and in-person efforts in multiple languages and in coordination with community partners.

Before the announcement event, Commissioner Starks, San Diego City Council President Sean Elo-Rivera, and SDHC Interim President & CEO Jeff Davis also met with several organizations involved with initiatives to provide affordable, quality, reliable internet service for people with low income.

The ACP provides eligible households with a discount of up to \$30 per month toward internet service and a one-time discount of up to \$100 to purchase a laptop, desktop computer, or tablet from participating providers if they contribute more than \$10 and less than \$50 toward the purchase price.

On April 8, 2023, FCC Commissioner Geoffrey Starks visited SDHC’s Park Crest senior apartments for an event to announce the FCC has awarded more than \$230,000 to SDHC as a “Your Home, Your Internet” grant. The grant supports awareness, outreach and assistance for households to apply for the ACP. With the FCC grant, SDHC’s objective is to reach out to approximately 120,000 households in the City of San Diego that are eligible for the ACP. Outreach will include digital, print and in-person efforts in multiple languages and in coordination with community partners.



FCC Commissioner Geoffrey Starks  
 “Your Home, Your Internet” Grant Announcement  
 SDHC’s Park Crest Senior Apartments  
 April 20, 2023

### Homelessness Services Compensation Study

Recruiting and retaining qualified people for frontline positions in the homelessness services sector has become more and more challenging. These are positions such as the outreach workers, case managers, housing specialists, housing navigators, behavioral health specialists and many others. They are essential to ongoing efforts to address homelessness.

While compensation for these workers is not the only challenge, it is an important factor the homelessness services sector must address. SDHC’s ongoing efforts to support the recruitment and retention of the staff in this sector include the completion of a compensation study for the homelessness services sector. The study was published on SDHC’s website on March 8, 2023.

The study demonstrated that homelessness services sector wages are well below the cost of living in San Diego. The majority of frontline staff cannot afford a one-bedroom rental housing unit. SDHC also provided a memo to City Councilmembers with recommendations for benchmarking compensation for homelessness sector staff. The goal of this study is to re-benchmark key frontline and case management positions, with the intent to more effectively attract and retain staff, reduce system vacancies and increase system performance.

SDHC worked with LeSar Development Consultants and Moss Adams to perform the study.

### Additional Homelessness Initiatives

To further address shelter capacity aimed at assisting Transition-Age Youth (TAY) ages 18 to 24, additional shelter bed capacity of 33 beds was added to the existing Urban Street Angels Interim Shelter Bed Program located in Downtown San Diego. The SDHC Board of Commissioners approved the [shelter expansion](#) on May 12, 2023, and the TAY shelter opened its door to the additional youth in July 2023. The TAY shelter, originally at a capacity of 19 beds, is now positioned to assist 52 unsheltered TAY individuals.

In addition, SDHC successfully obtained new Continuum of Care (CoC) funding. The U.S. Department of Housing and Urban Development (HUD) published a Notice of Funding Opportunity to provide funding for CoC permanent housing programs. In August 2022, SDHC’s Grants department submitted an application, requesting funding for an internal Rapid Rehousing Program to be operated by the SDHC’s Homelessness Innovations Operations staff as part of SDHC’s Moving Home Rapid Rehousing Program, an MTW initiative. HUD awarded \$1,754,367 in federal CoC funding to SDHC for this purpose. The rapid rehousing program is funded to house and provide rental assistance to a minimum of 62 households. Funding also supports three full-time equivalent staff positions to assess service needs, provide case management, and render housing and counseling services. In addition, supportive services for participant households will include paying for transportation, utility deposits and legal services.

Other supportive services SDHC offers, such as the Landlord Engagement and Assistance Program (LEAP), will be leveraged to provide robust support to individuals and households experiencing homelessness. The program will serve all populations experiencing homelessness.



**Preserving Affordable Housing**

The Preservation Collaborative Stakeholder Group (Preservation Collaborative) is a community-based stakeholder group that sets policy parameters for SDHC’s preservation activities. It consists of representatives of affordable housing property owners, for-profit and nonprofit real estate developers, housing advocates and tenants’ rights groups that meet quarterly.

In March 2023, SDHC staff provided an update to the City of San Diego’s Land Use and Housing (LUH) Committee. The LUH Committee directed SDHC staff to return with a draft framework for a deed-restricted affordable housing preservation ordinance for consideration by the end of the year. The Preservation Collaborative Stakeholder Group helped delineate a two-track approach to preserve both deed-restricted and naturally occurring affordable housing (NOAH).

- Track 1 aims to preserve deed-restricted affordable housing through the adoption of a local preservation ordinance and expands the opportunity for preservation by initiating notice and a right of first offer and right of first refusal at the time of time of sale, instead of when affordability restrictions are expiring.
- Track 2 aims to preserve NOAH units through the creation of a public-private preservation fund and incentives to owners to preserve existing NOAH units.

**Advocacy and Legislative Engagement Guide**

During Fiscal Year 2023, SDHC’s Policy Department created the Calendar Year 2023 Advocacy and Legislative Engagement Guide to help foster progress toward SDHC’s vision and how advocacy-related decisions are made, and to illustrate the agency’s legislative platform direction. It supports key strategic priority areas by helping garner support and secure funding for SDHC’s core work. The SDHC Board of Commissioners approved the guide on February 9, 2023, and the City Council, in its role as the Housing Authority of the City of San Diego, approve the guide on March 21, 2023.

**Communications Initiatives**

SDHC’s Communications and Government Relations Division launched SDHC’s social media accounts during Fiscal Year 2023 to expand SDHC’s communications and public outreach efforts. SDHC’s Instagram, Facebook and LinkedIn accounts support SDHC’s strategic priority of “Advocacy, Communication, Public Engagement” and SDHC’s core value of belief in transparency.

In support of SDHC’s core values of belief in transparency and being good financial stewards, SDHC also created a Fiscal Year 2024 Budget Report to fulfill a request from City Councilmembers in connection with the Fiscal Year 2023 budget process. This budget report detailed SDHC’s budget while also providing narratives about SDHC’s programs and stories about the people SDHC’s programs assist. SDHC’s Communications and Government Relations Division collaborated with the Financial Services Department to create this report.



SDHC Fiscal Year 2024 Budget Report



## APPENDIX D: CURRENT ALTERNATIVE REASONABLE COST LIMITS

### SUPPORTING DOCUMENTATION: ACTIVITY #2021-1

Project References								
Property Name	Building	Type	HCC (\$)	TDC (\$)	Gross SF	\$/SF HCC	\$/SF TDC	Board Report
<b>Elevator</b>								
The Orchard	Elevator	New	\$40,462,091	\$50,340,415	145,047	\$278.96	\$347.06	HCR20-078
The Helm	Elevator	New	\$21,271,000	\$32,629,898	50,690	\$419.63	\$643.71	HCR20-079
Amanecer Apartments	Elevator	New	\$29,343,028	\$48,525,857	128,260	\$228.78	\$378.34	HCR20-089
Ulric Street Apartments II	Elevator	New	\$16,809,596	\$28,667,156	55,836	\$301.05	\$513.42	HCR20-095
The Post 310	Elevator	New	\$16,574,525	\$22,429,590	41,634	\$398.10	\$538.73	HCR20-104
Grant Heights / Winona Apartments	Elevator	Rehab	\$3,688,059	\$16,021,358	28,422	\$129.76	\$563.70	HCR21-008
One Mississippi	Elevator	New	\$14,000,250	\$21,485,633	51,200	\$273.44	\$419.64	HCR21-023
Ventana al Sur	Elevator	New	\$36,080,921	\$48,024,994	70,411	\$512.43	\$682.07	HCR21-050
Nestor Senior Village	Elevator	New	\$16,175,301	\$29,100,306	44,615	\$362.55	\$652.25	HCR21-054
Aquila Apartments	Elevator	New	\$54,860,166	\$75,536,993	172,840	\$317.40	\$437.03	HCR21-085
ShoreLINE Apartments	Elevator	New	\$47,556,291	\$58,893,427	153,214	\$310.39	\$384.39	HCR21-097
Tizon	Elevator	Rehab	\$10,783,794	\$46,132,343	84,420	\$127.74	\$546.46	HCR21-102
Aurora Apartments	Elevator	New	\$15,249,683	\$25,653,427	56,256	\$271.08	\$456.01	HCR22-069
Levant Senior Cottages	Elevator	New	\$34,036,513	\$43,994,223	51,850	\$656.44	\$848.49	HCR22-071
The Iris	Elevator	New	\$35,483,406	\$50,273,210	115,424	\$307.42	\$435.55	HCR22-086
Navajo Family Apartments	Elevator	New	\$14,498,399	\$23,150,701	49,877	\$290.68	\$464.16	HCR22-089
Messina Senior Apartments	Elevator	New	\$21,129,368	\$35,384,460	62,005	\$340.77	\$570.67	HCR22-090
Harrington Heights	Elevator	New	\$84,152,295	\$120,567,224	190,000	\$442.91	\$634.56	HCR22-100
Rancho Bernardo Transit Village	Elevator	New	\$56,534,311	\$68,296,389	90,000	\$628.16	\$758.85	HCR22-118
Cerro Pueblo	Elevator	Rehab	\$4,600,000	\$15,081,331	37,326	\$123.24	\$404.04	HCR23-009
Cortez Hill Apartments	Elevator	New	\$28,129,755	\$38,706,921	54,711	\$514.15	\$707.48	HCR23-017
Mt Etna Family - Modica	Elevator	New	\$31,616,228	\$52,196,213	87,773	\$360.20	\$594.67	HCR23-036
Cuatro at City Heights	Elevator	New	\$52,338,491	\$78,037,266	132,958	\$393.65	\$586.93	HCR23-045
Hacienda Townhomes	Elevator	Rehab	\$7,523,750	\$21,555,118	52,000	\$144.69	\$414.52	HCR23-046
8th Avenue Family Housing	Elevator	New	\$28,205,980	\$36,580,632	78,292	\$360.27	\$467.23	HCR23-058
<b>Walkup</b>								
Mission Terrace Apartments	Walkup	Rehab	\$4,424,505	\$18,557,543	103,108	\$42.91	\$179.98	HCR20-010
Courthouse Commons	Walkup	New	\$30,252,664	\$39,450,771	91,237	\$331.58	\$432.40	HCR20-051
Iris Trolley Apartments	Walkup	New	\$19,867,050	\$30,540,100	41,818	\$475.08	\$730.31	HCR22-084
Serenade on 43rd	Walkup	New	\$17,836,941	\$37,211,890	53,373	\$334.19	\$697.20	HCR23-056
Bandar Salaam Apartments	Walkup	Rehab	\$4,087,030	\$18,612,475	56,976	\$71.73	\$326.67	HCR23-059



SUPPORTING DOCUMENTATION: ACTIVITY #2021-1

EFFECTIVE FY 2024

AVERAGE TDC AND HCC		
	AVERAGE TDC PER Sq. Ft.	AVERAGE HCC PER Sq. Ft.
ELEVATOR	\$538.00	\$339.76
WALKUP	\$473.31	\$251.10

WALKUP COMPARISON

		0 BED 500 Sq. Ft.		1 BED 700 Sq. Ft.		2 BED 900 Sq. Ft.		3 BED 1200 Sq. Ft.		4 BED 1500 Sq. Ft.		5 BED 1700 Sq. Ft.		6 BED 1900 Sq. Ft.	
		HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC
<b>HCC: 251.10 TDC: 473.31</b>															
HUD	Walkup	93,757	164,076	128,085	224,150	162,367	284,143	214,190	374,832	265,581	464,767	299,363	523,886	332,762	582,333
SDHC	Walkup	125,550	236,657	175,771	331,319	225,991	425,982	301,321	567,976	376,651	709,970	426,872	804,633	477,092	899,295

ELEVATOR COMPARISON

		0 BED 500 Sq. Ft.		1 BED 700 Sq. Ft.		2 BED 900 Sq. Ft.		3 BED 1200 Sq. Ft.		4 BED 1500 Sq. Ft.		5 BED 1700 Sq. Ft.		6 BED 1900 Sq. Ft.	
		HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC
<b>HCC: 339.76 TDC: 538.00</b>															
HUD	Elevator	98,992	158,388	138,589	221,743	178,186	285,098	237,582	380,131	296,977	475,164	336,574	538,519	376,171	601,874
SDHC	Elevator	169,878	269,000	237,829	376,600	305,780	484,199	407,707	645,599	509,634	806,999	577,585	914,599	645,536	1,022,199

TDC/HCC TABLE: ACTIVITY #2021-1

CURRENT SDHC REASONABLE COST LIMITS (UPDATED FY 2024 USING THE APPROVED MTW ACTIVITY METHODOLOGY)

	0 BED 500 Sq. Ft.		1 BED 700 Sq. Ft.		2 BED 900 Sq. Ft.		3 BED 1200 Sq. Ft.		4 BED 1500 Sq. Ft.		5 BED 1700 Sq. Ft.		6 BED 1900 Sq. Ft.	
	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC	HCC	TDC
	<b>Detached/Semi-Detached</b>	122,040	213,569	158,101	276,677	188,761	330,331	224,728	393,275	264,334	462,584	289,744	507,052	314,230
<b>Row Homes</b>	97,120	169,960	126,922	222,113	153,440	268,520	187,166	327,540	221,753	388,067	244,191	427,335	265,108	463,940
<b>Walkup</b>	125,550	236,657	175,771	331,319	225,991	425,982	301,321	567,976	376,651	709,970	426,872	804,633	477,092	899,295
<b>Elevator</b>	169,878	269,000	237,829	376,600	305,780	484,199	407,707	645,599	509,634	806,999	577,585	914,599	645,536	1,022,199





U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
WASHINGTON, DC 20410-5000

OFFICE OF PUBLIC AND INDIAN HOUSING

February 6, 2024

Ms. Lisa Jones  
Executive Director  
San Diego Housing Commission  
1122 Broadway, Suite 300  
San Diego, CA 92101

Subject: Acceptance of San Diego Housing Commission FY2023 Annual Moving to Work Report

Dear Ms. Jones:

The Department of Housing and Urban Development has completed its review of San Diego Housing Commission's (SDHC) FY2023 Annual Moving to Work (MTW) Report, initially submitted on September 28, 2023, with revisions submitted on January 29, 2024. I am writing to inform you that SDHC's FY2023 Annual MTW Report, as submitted on January 29, 2024, is accepted.

Please note, while HUD is supportive of SDHC's efforts, this acceptance does not necessarily constitute an endorsement of any particular policies described in the Report. In providing assistance to families under programs covered by this Report and corresponding Plan, SDHC must comply with the rules, standards and policies established in the Plan. Also, the approved Plan, accepted Report, and all required attachments and documents should be available for review and inspection at SDHC's principal office during normal business hours.

Please contact Jeree Turlington, your MTW coordinator, at (202) 402-5270 if you have any questions.

Sincerely,

*Alison Christensen*  
*for* John Concannon  
Moving to Work Program Director  
Office of Public Housing Investments

cc: Meena Bavan, Los Angeles Field Office