



SAN DIEGO  
HOUSING  
COMMISSION

## EXECUTIVE SUMMARY

MEETING DATE: May 9, 2025

HCR25-023

SUBJECT: San Diego Housing Commission Proposed Fiscal Year 2026 Budget

COUNCIL DISTRICT: Citywide

ORIGINATING DEPARTMENT: Financial Services

CONTACT/PHONE NUMBER: Suket Dayal (619) 578-7665

### REQUESTED ACTION:

Recommend that the Housing Authority of the City of San Diego (Housing Authority) approve the San Diego Housing Commission's (SDHC) proposed Fiscal Year 2026 Budget and delegate authority from the Housing Authority to SDHC to amend the Fiscal Year 2026 Budget for amounts consistent with prior-year delegation.

### EXECUTIVE SUMMARY OF KEY FACTORS:

- SDHC's FY 2026 Proposed Budget anticipates available funding sources of \$715.6 million, a decrease of \$3 million, or 0.5 percent, from the approved FY 2025 budget.
- Similar to last year, this budget includes non-recurring funding sources that consist of \$45.4 million for a potential Homekey+-funded affordable housing property acquisition and the second year of a three-year \$45 million grant from the Infill Infrastructure Grant Catalytic Qualifying Infill Area (IIGC) Program.
- In FY 2026, there is significant uncertainty regarding federal funding for many housing assistance programs that SDHC administers. The proposed budget reflects the most recent official communication from the U.S. Department of Housing and Urban Development (HUD), which indicated a 2% anticipated cut.
- Regardless of these funding cuts, SDHC's rental housing voucher expenses are projected to continue to rise in FY 2026—as they have in each of the past six fiscal years.
- The rise in voucher expenses in FY 2026 can be impacted by a number of factors, and is due in part to previously awarded project-based vouchers coming online as the developments to which they were awarded are completed and the impact of SDHC's annual payment standard adjustment at recertifications.
- SDHC is anticipating a one-time draw-down of nearly \$25 million from HUD-held reserves amid insufficient federal funding to ensure the continuation of essential rental assistance and services for the households in SDHC's programs.
- SDHC has not included any new staff positions in the proposed FY 2026 budget, with total full-time equivalent positions remaining unchanged at 402.
- The majority of SDHC's funding is restricted by funding source for specific programs with respect to its use.
- The Proposed FY 2026 Budget anticipates total uses of \$620 million (excluding ending fund balance), a decrease of \$11 million, or 2 percent, from the FY 2025 budget.
- The proposed "Housing Program Expense" category includes an increase in expenditures primarily related to an increase in the average cost per rental housing voucher as well as an increase in the number of project-based vouchers due to the completion of developments to which these vouchers have been awarded and Veterans Affairs Supportive Housing (VASH) vouchers.
- The increase in ending fund balance is primarily due to reserves relating to funds committed for the creation of affordable housing through the Notice of Funding Availability process.



SAN DIEGO  
HOUSING  
COMMISSION

# REPORT

**DATE ISSUED:** May 1, 2025

**REPORT NO:** HCR25-023

**ATTENTION:** Chair and Members of the San Diego Housing Commission Board of Commissioners  
For the Agenda of May 9, 2025

**SUBJECT:** San Diego Housing Commission Proposed Fiscal Year 2026 Budget

**COUNCIL DISTRICT:** Citywide

## **REQUESTED ACTION**

Recommend that the Housing Authority of the City of San Diego (Housing Authority) approve the San Diego Housing Commission's (SDHC) proposed Fiscal Year 2026 Budget and delegate authority from the Housing Authority to SDHC to amend the Fiscal Year 2026 Budget for amounts consistent with prior-year delegation.

## **STAFF RECOMMENDATION**

That the San Diego Housing Commission (SDHC) Board of Commissioners (Board) recommend that the Housing Authority of the City of San Diego (Housing Authority) take the following actions:

- 1) Approve SDHC's proposed \$716 million Fiscal Year (FY) 2026 Budget (Attachment I).
- 2) Delegate authority to the SDHC Board of Commissioners (Board) to approve amendments to the FY 2026 Budget for the following amounts, consistent with prior delegation of authority from the Housing Authority:
  - a. Line-item transfers not to exceed \$500,000 of budget authority that do not impact the overall size of the Housing Authority-approved FY 2026 Budget;
  - b. Additional funding for the FY 2026 Budget resulting from applications submitted with the approval of the Housing Authority (per Housing Authority Resolution 1569); and
  - c. Additions from other sources, not to exceed \$500,000 on an individual basis, to the FY 2026 Budget.
- 3) Delegate authority to SDHC's President and Chief Executive Officer to amend the FY 2026 Budget for amounts not to exceed \$250,000 consistent with policies, programs and activities approved by the SDHC Board and Housing Authority.

## **SUMMARY**

SDHC's FY 2026 Proposed Budget anticipates available funding sources of \$715.6 million, a

May 1, 2025

San Diego Housing Commission Proposed Fiscal Year 2026 Budget

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decrease of \$3 million, or 0.5 percent, from the approved FY 2025 budget. Similar to last year, this budget includes non-recurring funding sources that consist of \$45.4 million for a potential Homekey+-funded affordable housing property acquisition and the second year of a three-year \$45 million grant from the Infill Infrastructure Grant Catalytic Qualifying Infill Area (IIGC) Program.

In FY 2026, there is significant uncertainty regarding federal funding for many housing assistance programs that SDHC administers. The proposed budget reflects the most recent official communication from the U.S. Department of Housing and Urban Development (HUD), which indicated a 2% anticipated cut. Regardless of these funding cuts, SDHC's rental housing voucher expenses are projected to continue to rise in FY 2026—as they have in each of the past six fiscal years. The rise in voucher expenses in FY 2026 can be impacted by a number of factors, and is due in part to previously awarded project-based vouchers coming online as the developments to which they were awarded are completed and the impact of SDHC's annual payment standard adjustment at recertifications. SDHC is anticipating a one-time draw-down of nearly \$25 million from HUD-held reserves amid insufficient federal funding to ensure the continuation of essential rental assistance and services for the households in SDHC's programs. Additional factors contributing to the decrease in SDHC's budget are the anticipated lower acquisition cost for a proposed project with State of California Homekey+ funds compared to Homekey-funded projects in FY 2025. Additionally, SDHC's Flood Recovery Program for Displaced Families concluded in FY2025 and is not in the FY 2026 Budget. SDHC has not included any new staff positions in the proposed FY 2026 budget, with total full-time equivalent positions remaining unchanged at 402.

## **FUNDING SOURCES**

The proposed FY 2026 Budget anticipates funding sources of \$715.6 million:

<b><u>Revenues</u></b>	<b><u>FY 2025 Budget</u></b>	<b><u>FY 2026 Budget</u></b>	<b><u>Increase/(Decrease)</u></b>
Federal Revenues	\$ 443,263,000	\$ 410,942,000	\$(32,321,000)
Local Revenues	120,875,000	128,839,000	7,964,000
State Revenues	41,020,000	63,878,000	22,858,000
Fund Balance from Prior Years	113,757,000	111,961,000	(1,796,000)
<b>Total Funding Sources</b>	<b>\$ 718,915,000</b>	<b>\$ 715,620,000</b>	<b>\$(3,295,000)</b>

The majority of SDHC's funding is restricted by funding source for specific programs with respect to its use.

The decrease in Federal Revenues is primarily due to the award of Homekey funds in FY 2025, which were from the federal American Rescue Plan Act, for the acquisition and rehabilitation of affordable housing properties. In FY 2026, potential Homekey+ funds are represented in State revenues. The decrease in Federal Revenues is partially offset by the anticipated need to draw down nearly \$25 million of restricted, HUD-held Moving to Work voucher reserves for SDHC's

rental assistance programs.

The increase in Local Revenues is primarily due to a slight increase in City General Funds to fund City homelessness programs that SDHC administers on behalf of the City and an increase in rental revenue from SDHC-owned properties following the acquisition of properties in FY 2025. This is offset by lower funding for the Flood Recovery Program for Displace Families following its completion in FY 2025.

The decrease in Fund Balance is primarily due to expenditures from the City of San Diego Affordable Housing Fund and HOME funds on previously approved activities, offset by additional Community Development Block Grant (CDBG) funds made available for SDHC's FY 2026 Notice of Funding Availability for affordable housing development.

### **FUNDING USES**

The Proposed FY 2026 Budget anticipates total uses of \$620 million (excluding ending fund balance), a decrease of \$11 million, or 2 percent, from the FY 2025 budget.

The following table summarizes the funding uses by expenditure type:

<b><u>Uses</u></b>	<b><u>FY 2025 Budget</u></b>	<b><u>FY 2026 Budget</u></b>	<b><u>Increase/(Decrease)</u></b>
Housing Program Expense	\$ 425,060,000	\$ 443,325,000	\$ 18,265,000
Personnel Costs	58,591,000	60,348,000	1,757,000
Capital Expenditures	101,909,000	67,646,000	(34,263,000)
Property Expense, Professional Services, Supplies & Other	45,962,000	48,915,000	2,953,000
<b>Total Costs</b>	<b>631,522,000</b>	<b>620,234,000</b>	<b>(11,288,000)</b>
Ending Fund Balance	87,393,000	95,386,000	7,993,000
<b>Total Funding Uses *</b>	<b>\$ 718,915,000</b>	<b>\$ 715,620,000</b>	<b>\$ (3,295,000)</b>

*\* Totals on this table are rounded from the detailed totals in the budget.*

The proposed "Housing Program Expense" category includes an increase in expenditures primarily related to an increase in the average cost per rental housing voucher as well as an increase in the number of project-based vouchers due to the completion of developments to which these vouchers have been awarded and Veterans Affairs Supportive Housing (VASH) vouchers. The FY 2025 budget also included expenses for the Flood Recovery Program for Displaced Residents, which concluded in 2025 and will not incur expenses in FY 2026.

The slight increase in personnel costs reflects cost-of-living adjustments and increases in benefits as agreed upon in the Memorandum of Understanding with Service Employees International Union (SEIU), Local 221, which the Housing Authority approved on October 15, 2024.

The decrease in the “Capital Expenditures” category is primarily due to a reduction in funding awarded for acquisition and property rehabilitation activity in FY 2026.

The increase in Property Expense, Professional Services, Supplies and Other relates to higher general business expenses like insurance and software licenses and expenses related to SDHC-owned properties like maintenance, protective services and utilities. SDHC is reducing expenses related to professional consultants and travel and training.

The increase in ending fund balance is primarily due to reserves relating to funds committed for the creation of affordable housing through the Notice of Funding Availability process.

### **PREVIOUS COUNCIL and/or COMMITTEE ACTION**

On April 25, 2025, SDHC staff presented an informational workshop about the proposed FY 2026 budget to the SDHC Board of Commissioners. No action was taken at that time.

### **SDHC STRATEGIC PLAN**

This item relates to the Core Value “Believe in transparency and being good financial stewards” in the Housing Commission Strategic Plan for Fiscal Year (FY) 2022-2024. SDHC is in the process of developing a new Strategic Plan.

### **NONDISCRIMINATION ASSURANCE**

At SDHC, we’re about people. We are committed to ensuring a compassionate, person-centered approach to SDHC’s programs, policies, projects and activities and to serving our community impartially, fairly and without bias. We are also committed to ensuring compliance with all applicable federal, state and local laws and protections to the extent that they affect this action relative to nondiscrimination.

### **ENVIRONMENTAL REVIEW**

#### **California Environmental Quality Act**

Approval of the FY 2026 SDHC budget is not a project as defined by the California Environmental Quality Act (CEQA) Section 21065 and State CEQA Guidelines Section 15378(b)(4), as it is a government fiscal activity which does not involve any commitment to a specific project that may result in a potentially significant physical impact on the environment. As such, this activity is not subject to CEQA pursuant to CEQA Guidelines Section 15060(c)(3). The determination that this activity is not subject to CEQA, pursuant to Section 15060(c)(3), is not appealable and a Notice of Right to Appeal the Environmental Determination (NORA) is not required.

#### **National Environmental Policy Act**

Approval of the FY 2026 SDHC budget is exempt pursuant to Section 58.34 of the National Environmental Policy Act for development of plans and strategies as well as administrative and management activities. The parties agree that the provision of any federal funds as the result of this action is conditioned on the City of San Diego’s final NEPA review and approval.

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San Diego Housing Commission Proposed Fiscal Year 2026 Budget

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Respectfully submitted,



Suket Dayal  
Executive Vice President of Business Administration  
and Chief Financial Officer  
San Diego Housing Commission

Approved by,



Lisa Jones  
President and  
Chief Executive Officer  
San Diego Housing Commission

Attachments: 1) Fiscal Year 2026 Proposed Budget

A printed copy is available for review during business hours at the information desk in the main lobby of SDHC's offices at 1122 Broadway, San Diego, CA 92101. Docket materials are also available in the "Governance & Legislative Affairs" section of SDHC's website at [www.sdhc.org](http://www.sdhc.org).



SAN DIEGO  
HOUSING  
COMMISSION

We're About People

# San Diego Housing Commission (SDHC) Fiscal Year (FY) 2026 Proposed Budget (July 1, 2025 – June 30, 2026)

April 21, 2025

**Budget in City Format**



# SDHC – FY 2026 Proposed Budget Mission Statement

## **Mission Statement**

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

## **Fiscal Year 2026 Budget Summary**

The San Diego Housing Commission (SDHC) is an award-winning public housing agency that creates innovative programs to provide housing opportunities for individuals and families with low income or experiencing homelessness in the City of San Diego. SDHC helps pay rent for approximately 17,000 households with low income by providing federal Section 8 Housing Choice Voucher (HCV) rental assistance. HCV participants pay a predetermined portion of their income toward rent, with the remainder paid by federal funds that SDHC administers, up to the applicable payment standard. SDHC also leads collaborative efforts to address homelessness in the City of San Diego, administering City of San Diego and federal funds for shelters, transitional housing and permanent housing with supportive services to address homelessness among families, seniors, veterans and individuals. In addition, SDHC develops affordable multifamily rental housing and provides deferred-payment loans and Closing Cost Assistance Grants to help first-time homebuyers.

The \$716 million proposed Fiscal Year (FY) 2026 Budget would enable SDHC to:

- Assist approximately 17,000 households with low income by providing rental assistance through the federal Section 8 HCV program.
  - Administer more than 2,000 special purpose vouchers dedicated for vulnerable populations including but not limited to veterans, families unifying with their children, and people with a disability.
- Create affordable housing units.
- Assist households to become first-time homebuyers.
- Acquire and develop affordable housing units, including units for San Diegans experiencing homelessness





# SDHC – FY 2024 Proposed Budget

## Mission Statement (Continued)

- Renovate and rehabilitate SDHC-owned affordable rental housing units.
- Continue to own and/or manage 4,307 affordable housing units in the City of San Diego, including SDHC’s nonprofit affiliate, Housing Development Partners (HDP), and federal public housing units.
- Continue HOUSING FIRST – SAN DIEGO, SDHC’s homelessness action plan, by providing expanded and additional, multifaceted solutions to address homelessness in the City of San Diego, such as:
  - Homelessness prevention and diversion assistance that provides mediation or financial assistance to help families at risk of or currently experiencing homelessness;
  - Collaborations with landlords in the City of San Diego through the Landlord Engagement and Assistance Program (LEAP) to create housing opportunities for individuals and families experiencing homelessness;
  - The Moving Home Rapid Rehousing Program which assists individuals and families experiencing homelessness with assistance to move into housing quickly and receive supportive services to stabilize in housing;
  - New Permanent Supportive Housing for individuals experiencing homelessness. SDHC invests federal and local dollars into new construction development, acquisition, and rehabilitation of properties;
  - SDHC’s “Moving On” rental assistance program, through which federal rental housing vouchers are provided to individuals and families who previously experienced homelessness and are ready to move from permanent supportive housing into a more appropriate housing solution due to achieving housing stability; and
  - Specialized programs to assist transition-age youth, individuals experiencing homelessness or housing instability, and veterans experiencing chronic homelessness; and
- Directly operate programs through HOUSING FIRST – SAN DIEGO and administer and provide oversight for over 45 contracted programs that align with the Community Action Plan on Homelessness for the City of San Diego and the City of San Diego’s FY 2026 priorities regarding the provision of services to the persons experiencing homelessness in the City of San Diego. These include but are not limited to: the City’s three Bridge Shelters and several shelters for special populations, such as for persons with substance use disorder, women, transition-age youth, seniors, veterans, and families; the City’s two Storage Centers with up to 1,000 storage containers; a variety of rapid rehousing and permanent supportive housing programs funded through the U.S. Department of Housing and Urban Development’s (HUD) Continuum of Care grants; transitional housing programs; multidisciplinary street outreach; the Housing Instability Prevention Program (HIPP), which helps pay rent and other housing-related expenses for families in the City of San Diego with low income, experiencing a housing crisis and at risk of homelessness; the Program for Engaged Educational Resources (PEER), which provides training and education to persons interested in working within the homelessness services sector; the City’s Homelessness Response Center, which provides on-site assessment, triage and system navigation for housing interventions, links to community resources and access to shelter beds throughout the City’s shelter system; and coordination of the partnership collaboration and detailed reporting for the Community Action Plan on Homelessness for the City of San Diego.



# SDHC – FY 2026 Proposed Budget

## Mission Statement (Continued)

The proposed SDHC FY 2026 Budget will be presented to the SDHC Board of Commissioners (Board) in April 2025, the City Council Budget Review Committee in May 2025, and the Housing Authority of the City of San Diego in June 2025.

SDHC's FY 2026 Budget is composed of four divisions: Rental Assistance, Real Estate, Homelessness Housing Innovations and Operations Support:

- Rental Assistance Division (RAD) funding is budgeted at \$366 million. RAD provides federal rental assistance for households with low income in the City of San Diego. RAD program activities provide eligible families with monthly federal rental assistance and opportunities for them to become more financially self-reliant through the SDHC Achievement Academy, which provides programs that emphasize career planning, job skills, job placement and personal financial education—at no cost to participants. In addition, RAD monitors affordable housing developments and homeowners for compliance with federal, state and local occupancy and affordability restrictions.
- Real Estate Division (RED) funding is budgeted at \$155 million. RED creates and preserves affordable housing as a developer, owner, lender, partner, Multifamily Housing Revenue Bond issuer, and administrator of City of San Diego land use programs, such as inclusionary housing. RED also helps families that meet eligibility requirements to become first-time homebuyers.
- Homelessness Housing Innovations Division (HHI) funding is budgeted at \$68 million. HHI administers City of San Diego and federal funds to address homelessness and the housing needs of San Diegans with extremely low incomes experiencing homelessness or at risk of homelessness. This division administers programs for storage of personal belongings, shelters, transitional housing, interim housing, rapid rehousing, and permanent supportive housing and services.
- Operations Support funding is budgeted at \$32 million. Operations Support provides support services to carry out SDHC's mission. These include: 1) Board & Executive Functions, which provides strategic planning, leadership and management to implement housing programs; 2) Communications & Government Relations, which fosters transparency through government relations activities, responds to public records requests, and ensures consistency and accuracy in SDHC communications; 3) Community & Strategic Initiatives, which ensures compliance with all applicable federal, state and local laws and protections to the extent that they relate to nondiscrimination; 4) Human Resources; 5) Financial Services; 6) Information Technology; 7) Procurement; 8) Special Program Development (OH); 9) Compliance; 10) Agency Policy; and 11) Special Program Development (Non-OH).

Funds allocated for ending fund balance are budgeted at \$95 million and are committed for use to create and preserve affordable housing. These funds contain three types of fund balance and are restricted by use: 1) Program Restricted to provide for housing programs; 2) Property Reserves to provide for replacement requirements; and 3) Contingency Reserves.



# SDHC – FY 2026 Proposed Budget

## A. Budget Summary

Table A - San Diego Housing Commission - Budget Summary												
	FY 2024 Budget		FY 2024 Actual		FY 2025 Budget		FY 2025 Projected		FY26 Proposed	FY 2025-2026 Change		
Positions (FTE)	395		358		402		402		402	0		
Personnel Expense	\$	53,696,000	\$	52,994,000	\$	58,590,000	\$	58,590,000	\$	60,348,000	\$	1,758,000
Non-Personnel Expense	541,190,000		609,366,000		660,325,000		660,325,000		655,272,000	\$	(5,053,000)	
TOTAL	\$	594,886,000	\$	662,360,000	\$	718,915,000	\$	718,915,000	\$	715,620,000	\$	(3,295,000)



# SDHC – FY 2026 Proposed Budget

## B. Expenditures

**Table B - San Diego Housing Commission - Expenditures**

	FY 2024 Budget	FY 2024 Actual	FY 2025 Budget	FY 2025 Projected	FY 2026 Proposed	FY 2025-2026 Change
<b>PERSONNEL</b>						
Salaries & Wages	\$ 39,695,000	\$ 39,454,000	\$ 43,076,000	\$ 43,076,000	\$ 44,264,000	\$ 1,188,000
Fringe Benefits (health)	6,195,000	5,718,000	6,299,000	6,299,000	6,747,000	448,000
Fringe Benefits (pension)	5,089,000	5,003,000	6,038,000	6,038,000	6,128,000	90,000
Fringe Benefits (other--Life, LTD, Medicare, Workers Comp, SUI and 457)	2,717,000	2,819,000	3,177,000	3,177,000	3,209,000	32,000
<b>SUBTOTAL PERSONNEL</b>	<b>\$ 53,696,000</b>	<b>\$ 52,994,000</b>	<b>\$ 58,590,000</b>	<b>\$ 58,590,000</b>	<b>\$ 60,348,000</b>	<b>\$ 1,758,000</b>
<b>NON-PERSONNEL</b>						
Housing Program Expense	\$ 353,023,000	\$ 382,797,000	\$ 425,061,000	\$ 425,061,000	\$ 443,325,000	\$ 18,264,000
Property Expense	15,806,000	18,688,000	18,516,000	18,516,000	20,866,000	2,350,000
Professional Services, Supplies & Other	17,609,000	16,957,000	20,015,000	20,015,000	20,621,000	606,000
Debt Payments	9,348,000	7,587,000	7,431,000	7,431,000	7,428,000	(3,000)
Capital Expenditures	21,291,000	21,187,000	101,909,000	101,909,000	67,646,000	(34,263,000)
Ending Fund Balance	124,113,000	162,150,000	87,393,000	87,393,000	95,386,000	7,993,000
<b>SUBTOTAL NON-PERSONNEL</b>	<b>\$ 541,190,000</b>	<b>\$ 609,366,000</b>	<b>\$ 660,325,000</b>	<b>\$ 660,325,000</b>	<b>\$ 655,272,000</b>	<b>\$ (5,053,000)</b>
<b>TOTAL</b>	<b>\$ 594,886,000</b>	<b>\$ 662,360,000</b>	<b>\$ 718,915,000</b>	<b>\$ 718,915,000</b>	<b>\$ 715,620,000</b>	<b>\$ (3,295,000)</b>



# SDHC – FY 2026 Proposed Budget

## C. Significant Budget Adjustments

Table C - San Diego Housing Commission - Significant Budget Adjustments			
Significant Budget Adjustments	Position	Revenue	Expenses
<b>Personnel Salaries and Benefits Adjustments</b>			
Salaries & Wages	Primarily due to Cost Of Living Adjustment (COLA) of 4%		\$ 1,188,000
Fringe Benefits (health)	Primarily due to a Memorandum of Understanding (MOU) increase of 3%		448,000
Fringe Benefits (pension)	Primarily due to Cost Of Living Adjustment (COLA) of 4%		90,000
Fringe Benefits (Life, LTD, Medicare, Workers Comp, SUI, and 457)	Primarily due to Cost Of Living Adjustment (COLA) of 4%		32,000
<b>Personnel Adjustments</b>			<b>\$ 1,758,000</b>
<b>Non-Personnel Expenditure Adjustments</b>			
Housing Program Expense	Increase in HAP due to increase in average cost per voucher, an increase in VASH vouchers, offset by lower Emergency Temporary Housing expenditure following the programs completion in FY25.		\$ 18,264,000
Property Expense	Higher due to increase in maintenance on property portfolio as well as inclusion of properties acquired in FY25.		2,350,000
Professional Services, Supplies & Other	Increase primarily due to higher IT costs and insurance premiums.		606,000
Debt Payments	In line with prior year		(3,000)
Capital Expenditures	Decreased primarily due to lower Homekey acquisition funds anticipated in FY26.		(34,263,000)
Ending Fund Balance	Increase is primarily due to additional CDBG funds made available for FY26 Notice of Funding Availability.		7,993,000
<b>Non-Personnel Expenditure Adjustments</b>			<b>\$ (5,053,000)</b>
<b>TOTAL EXPENSE ADJUSTMENTS</b>			<b>* \$ (3,295,000)</b>
<b>Revenue Adjustments</b>			
Section 8/MTW	Increase primarily due to increased funding for vouchers	\$ 23,486,000	
HOME, CDBG & Other Federal	Decrease primarily due to receipt of revenue to complete Homekey acquisitions in FY25.	(55,457,000)	
Housing Innovation Funds	Decrease primarily due to a reduction in ESG funds	(350,000)	
SDHC Real Estate	Increase primarily due to an anticipated increase in rental income in FY26 as well as the inclusion of rental income from properties acquired in FY25	6,208,000	
Affordable Housing Fund	Decrease due to anticipated decrease in collections	(1,130,000)	
Other Local Funds	Increase primarily due to greater City General Fund needs for Homeless Programs, offset by a reduction in City and County funds for the Emergency Temporary Lodging program that were fully utilized in FY25 as well as lower acquisition funds anticipated in FY26.	2,886,000	
STATE	Increase primarily due to an increase in funds for property acquisitions as well as an increase in City managed HHAP funds for homeless programs.	22,858,000	
FUND BALANCE FROM PRIOR YEARS	Decrease primarily due to spending of the Affordable Housing Fund (AHF) and HOME funds on planned activities, offset by an increase in CDBG funds made available for the FY26 Notice of Funding Availability	(1,796,000)	
<b>TOTAL REVENUE ADJUSTMENTS</b>		<b>\$ (3,295,000)</b>	

\* Due to rounding total may not foot.



# SDHC – FY 2026 Proposed Budget

## D. Reimbursements to Departments/Entities

Table D - San Diego Housing Commission - Reimbursements to Departments/Entities						
Departments/Entities	FY 2024 Budget	FY 2024 Actual	FY 2025 Budget	FY 2025 Projected	FY 2026 Proposed	FY 2025-2026 Change
Homeless Housing Innovations - Interim Shelter for Homeless Adults	\$ 2,238,253	\$ 3,283,741	\$ 1,820,076	\$ 1,820,076		\$ (1,820,076)
Homeless Housing Innovations - Homelessness Response Center (GF)	\$ 1,409,258	\$ 1,409,258	\$ 1,659,258	\$ 1,659,258	\$ 1,267,167	\$ (392,091)
Homeless Housing Innovations - Homelessness Response Center (LMIFH)	\$ 250,000	\$ 250,000	\$ -	\$ -	\$ -	\$ -
Homeless Housing Innovations - Coordinated Street Outreach	\$ 1,100,000	\$ 862,132	\$ 350,000	\$ 350,000	\$ -	\$ (350,000)
Eviction Prevention Program	\$ -		\$ 3,000,000	\$ 3,000,000	\$ -	\$ (3,000,000)
Homeless Housing Innovations - Bishop Shelter	\$ 622,900	\$ 599,447	\$ 658,338	\$ 658,338	\$ 644,022	\$ (14,316)
Homeless Housing Innovations - Harm Reduction Shelter	\$ 2,149,237	\$ 2,000,029	\$ 2,271,819	\$ 2,271,819	\$ 2,131,592	\$ (140,227)
Homeless Housing Innovations - Women Shelter	\$ 1,067,617	\$ 1,067,617	\$ 1,120,998	\$ 1,120,998		\$ (1,120,998)
Homeless Housing Innovations - Sprung Shelter (Rosecrans)	\$ -	\$ -	\$ 562,921	\$ 562,921	\$ -	\$ (562,921)
Homeless Housing Innovations - Bridge Shelter	\$ -	\$ -	\$ 2,028,368	\$ 2,028,368	\$ 1,825,500	\$ (202,868)
Homeless Housing Innovations - Family Shelter	\$ -	\$ -	\$ 682,102	\$ 682,102	\$ 2,319,494	\$ 1,637,392
Homeless Housing Innovations - Youth Shelter	\$ 524,989	\$ 519,066	\$ 696,624	\$ 696,624	\$ -	\$ (696,624)
Homeless Housing Innovations - LGBT Youth Services & Shelter	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Homeless Housing Innovations - Think Dignity	\$ -	\$ -	\$ -	\$ -	\$ 243,252	\$ 243,252
Homeless Housing Innovations - PEER Program	\$ 250,000	\$ 250,000	\$ -	\$ -	\$ -	\$ -
Homeless Housing Innovations - Day Center	\$ 400,000	\$ 400,000	\$ 920,550	\$ 920,550	\$ 948,324	\$ 27,774
Homeless Housing Innovations - Housing Instability Prevention	\$ 2,250,000	\$ 3,780,221	\$ 3,000,000	\$ 3,000,000	\$ 5,800,000	\$ 2,800,000
Homeless Housing Innovations - Storage Connect 1	\$ 1,396,389	\$ 1,396,389	\$ 1,241,100	\$ 1,241,100	\$ 1,183,350	\$ (57,750)
Homeless Housing Innovations - Storage Connect 2	\$ 531,436	\$ 531,436	\$ 315,000	\$ 315,000	\$ -	\$ (315,000)
Homeless Housing Innovations - Transitional Storage Center	\$ 243,252	\$ 227,202	\$ 245,683	\$ 245,683	\$ -	\$ (245,683)
Homeless Housing Innovations - Connections Interim Housing	\$ 550,403	\$ 794,922	\$ 1,224,023	\$ 1,224,023	\$ 1,992,566	\$ 768,543
Homeless Housing Innovations - Serial Inebriate Program	\$ 290,000	\$ 290,000	\$ 145,000	\$ 145,000	\$ -	\$ (145,000)
Homeless Housing Innovations - Single Adult Shelter	\$ -	\$ -	\$ -	\$ -	\$ 980,402	\$ 980,402
Homeless Housing Innovations - Single Adult & Seniors Interim Shelter	\$ -	\$ -	\$ -	\$ 1,979,377	\$ 3,792,255	\$ 3,792,255
Homeless Housing Innovations - Veterans Interim Shelter	\$ -	\$ -	\$ -	\$ -	\$ 1,083,962	\$ 1,083,962
Homeless Housing Innovations - Rachel's Promise Women Center for Women and Children	\$ -	\$ -	\$ -	\$ 1,616,717	\$ 5,611,268	\$ 5,611,268
Homeless Housing Innovations - AOD Interim Shelter	\$ -	\$ -	\$ -	\$ -	\$ 748,240	\$ 748,240
Homeless Housing Innovations - Family Shelter Expansion	\$ -	\$ -	\$ -	\$ -	\$ 771,522	\$ 771,522





# SDHC – FY 2026 Proposed Budget

## E. Revenues

Table E San Diego Housing Commission - Revenues							
Revenue Source	FY 2024 Budget	FY 2024 Actual	FY 2025 Budget	FY 2025 Projected	FY 2026 Proposed	FY 2025-2026 Change	
<b>FEDERAL</b>							
Section 8/MTW	\$ 315,722,000	\$ 331,567,000	\$347,203,000	\$347,203,000	\$370,689,000	\$23,486,000	
HOME, CDBG & Other Federal	27,483,000	34,345,000	85,720,000	85,720,000	30,263,000	(55,457,000)	
Housing Innovation Funds	8,731,000	8,434,000	10,340,000	10,340,000	9,990,000	(350,000)	
<b>FEDERAL TOTAL</b>	<b>\$ 351,936,000</b>	<b>\$ 374,346,000</b>	<b>\$ 443,263,000</b>	<b>\$ 443,263,000</b>	<b>\$ 410,942,000</b>	<b>\$ (32,321,000)</b>	
<b>LOCAL</b>							
SDHC Real Estate	\$ 45,050,000	\$ 45,924,000	\$ 49,814,000	\$ 49,814,000	\$ 56,022,000	\$ 6,208,000	
Affordable Housing Fund	5,816,000	7,026,000	6,282,000	6,282,000	5,152,000	(1,130,000)	
Other Local Funds	23,547,000	32,937,000	64,779,000	64,779,000	67,665,000	2,886,000	
<b>LOCAL TOTAL</b>	<b>\$ 74,413,000</b>	<b>\$ 85,887,000</b>	<b>\$ 120,875,000</b>	<b>\$ 120,875,000</b>	<b>\$ 128,839,000</b>	<b>\$ 7,964,000</b>	
<b>STATE</b>	<b>\$ 29,500,000</b>	<b>\$ 30,187,000</b>	<b>\$ 41,020,000</b>	<b>\$ 41,020,000</b>	<b>\$ 63,878,000</b>	<b>\$ 22,858,000</b>	
<b>FUND BALANCE FROM PRIOR YEARS</b>	<b>\$ 139,037,000</b>	<b>\$ 171,940,000</b>	<b>\$ 113,757,000</b>	<b>\$ 113,757,000</b>	<b>\$ 111,961,000</b>	<b>\$ (1,796,000)</b>	
<b>TOTAL</b>	<b>\$ 594,886,000</b>	<b>\$ 662,360,000</b>	<b>\$ 718,915,000</b>	<b>\$ 718,915,000</b>	<b>\$ 715,620,000</b>	<b>\$ (3,295,000)</b>	

