

# SCAG: Meeting Regional Housing Needs

October 2022

WWW.SCAG.CA.GOV

# The SCAG Region

191

6 COUNTIES

19.1M
RESIDENTS



**36,618** SQUARE MILES

\$1.2T REGIONAL GDP

**15TH** 

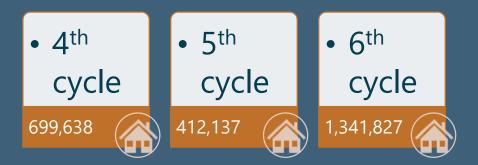
LARGEST ECONOMY WORLDWIDE

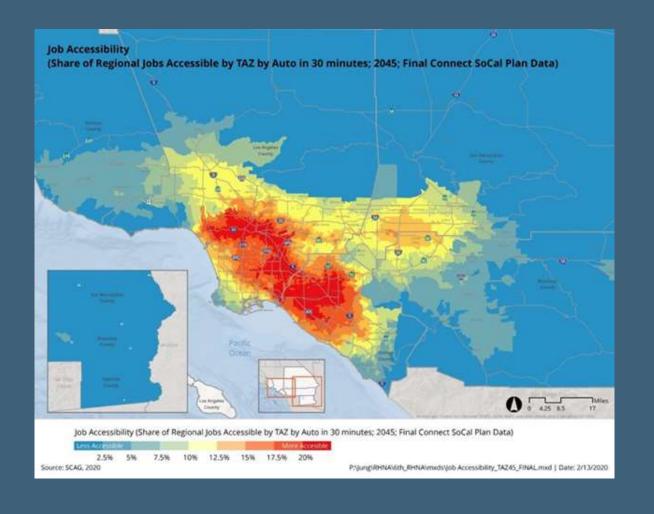
48.1%

OF STATE POPULATION

# SCAG 6th Cycle Regional Housing Needs Assessment

- The SCAG region has a housing need of 1.3M additional units
- The SCAG 6<sup>th</sup> Cycle RHNA methodology departed from prior cycles and was impactful in connecting regional plans and regional needs
- Influencing factors
  - Household growth
  - Job access
  - Transit access
  - Access to resources





# Why Has Meeting Housing Need Been So Hard?

- The 6<sup>th</sup> RHNA allocation was more than triple the 5<sup>th</sup> cycle
- Number of recent changes to housing law mid-cycle = housing elements must demonstrate stronger ability to produce housing
- AFFH guidance released in April 2021 leaving SCAG jurisdictions with little time to interpret, do community engagement and produce compliant housing elements

- The pandemic meant jurisdictions were short staffed and had urgent priorities such as emergency rental assistance
- SB2, LEAP, REAP and 6<sup>th</sup> cycle housing elements = new funding for housing and land use planning
- Consultant market was overwhelmed and there have been challenges in procuring consultants to do the work

### Balance is Needed

- As of mid-October 2022, only 45 jurisdictions are in full compliance
- Focus has primarily been on HE compliance. Lack of compliance =
  - Less ability to secure funding for housing
  - Continual back and forth with the State to prove compliance

- Need to re-examine meaning and purpose of RHNA and housing elements
  - Does the compliance loop take energy away from implementation?
- RHNA reform (recommendations due by Dec 2023)
- Housing element reform SCAG will lead conversations in the region

# SCAG's Role in Housing

**RHNA** 

Convene

Legislation Advocacy

**REAP 1.0** 

Technical Assistance

**REAP 2.0** 

# **REAP 1.0 Funding**

### \$47 million

- Partnerships and outreach
  - Subregional partnerships (SRP)
  - Outreach and education
  - Partnerships with non-profits and CBOs
- Housing Policy Solutions
  - Toolkits and best practices
  - Data and technical assistance
- SCS Integration
  - Priority Growth Areas
  - Housing near transit infrastructure
- Funds must be expended by December 2024!

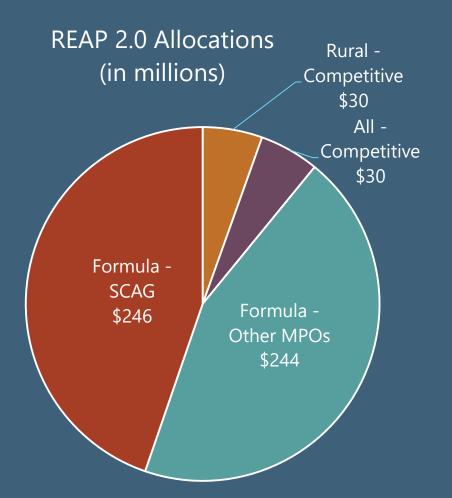
### **Ventura Projects**

- Call for Collaboration
  - CAUSE \$100,000
  - House Farm Workers \$50,000
- Leadership Academy
  - 35 participants
- Subregional Partnership Program
  - Ventura County \$450,000

### **REAP 2.0 Introduction**

AB140 – FY21-22 state budget (May revise)

- ~ \$600 million statewide, \$500 million formula allocations to MPOs
  - ~ \$246 million = SCAG region's formula share



# Important Dates

December 2022

Final Application
Due to State

June 2024

All REAP 2.0 Funds Obligated

June 2026

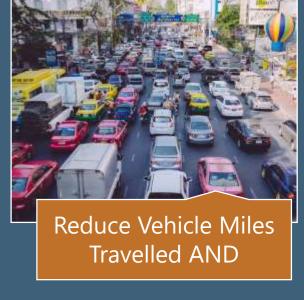
All REAP 2.0 Funds Expended

# **REAP 2.0 Objectives**

### **REAP 2.0 Overview**

"Transformative planning and implementation activities" which implement the regional Sustainable Communities Strategy (SCS)







# SCAG's REAP 2.0 Core Program Objectives

- •Support transformative planning and implementation activities that realize Connect SoCal objectives
- Leverage and augment the **Connect SoCal Implementation Strategy** to support activities that can be implemented quickly and in line with community-driven priorities
  - Build regional capacity to deliver housing that realizes 6th cycle RHNA goals
  - Represent best practices in vehicle miles traveled (VMT) reduction
  - Demonstrate consistency with the Racial Equity Early Action Plan
  - Promote infill development in Connect SoCal identified Priority Growth Areas

### **REAP 2.0 Overview**

# SCAG's REAP 2.0 Program

**Early Program Initiatives** 

Subregional Partnership Program 2.0

Decision-Making Tools and Technical Assistance

Sustainable Communities Program Technical Assistance Transportation
Partnership
Programs

Regional Pilot Initiatives (RPI) Program

County
Transportation
Commission (CTC)
Partnership Program

Programs to
Accelerate
Transformational
Housing (PATH)

NOFA – Funding for Last Affordability

Regional Utilities Supporting Housing (RUSH)

Housing Infill on Public and Private Lands (HIPP)

# EARLY PROGRAM INITIATIVES

Transformative planning activities that expand existing programs to advance REAP 2.0 objectives and the Core Vision and Key Connections in Connect SoCal

# SUBREGIONAL PARTNERSHIP 2.0

- Formula allocation to COGs (RHNA unit count)
- Est. Budget = \$23M

# DECISION MAKING TOOLS AND TECHNICAL ASSISTANCE

- Integration of new tools into RDP for technical assistance
- Big data purchase
- Est. Budget = \$7.1M

# SCP CALL FOR APPLICATIONS

- Competitive Call for Applications: Engagement, Equity & Environmental Justice to be released January 2023
- Est. Budget = \$3M (plus \$2M non-REAP)

# TRANSPORTATION PARTNERSHIP PROGRAMS

Transformative programs to integrate and align Southern California's mobility and housing opportunities

# **County Transportation Commission** (CTC) Partnerships Program

Call for Projects with the CTCs



### **Regional Pilots Initiatives (RPI)**

Engage local partners in regional pilots and programs



# County Transportation Commission (CTC) Partnership Program



# **County Transportation Commission (CTC) Partnerships Program**

- Call for Projects with the CTCs
- Est. Budget \$80M
- Call for Projects Jan 2023 (estimated)

# Regional Pilot Initiatives (RPI)



### **Regional Pilot Initiatives (RPI)**

- Engaging industry, local partners and CTCs to select regional pilot projects and programs, including key SCAG initiatives (e.g., Mobility Wallet/ UBM pilots)
- Est. Budget \$15M
- Pilot Development Spring 2023, Executed Agreements Summer 2023 (estimated)

# PROGRAMS to ACCELERATE TRANSFORMATIVE HOUSING (PATH)



Notice Of Funding Availability (NOFA):

Funding for Lasting Affordability



**Pilot Program:** 

Housing Infill on Public and Private Lands (HIPP)



**Pilot Program:** 

Regional Utilities Supporting Housing (RUSH)

# Notice Of Funding Availability: Funding for Lasting Affordability



### Transformative Acquisition, Gap, Bridge Financing

- Regional Housing Trusts & Catalyst Funds, Land Trusts
- Call for Projects Jan. 2023 (estimated)
- Est. Budget = \$**45M**

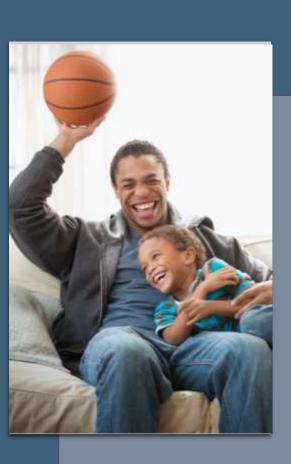
# Pilot Program: Regional Utilities Supporting Housing (RUSH)



# Planning For Non-Transportation Infrastructure, Capital Projects

- Sewer, Water, Wastewater, Electric
- Call for Projects Mar. 2023 (estimated)
- Est. Budget = **\$35M**

# Pilot Program: Housing Infill on Public and Private Lands (HIPP)



### **Technical Assistance for Transformative Impact**

- Corridor-Wide and Area-Wide Facilitating Housing Supply, Choice, and Affordability
- Call for Projects Jan. 2023 (estimated)
- Est. Budget = **\$8M**

### **REAP 2021 Outreach**

### **Goals & Objectives**

Establish priorities for transformative planning and implementation activities

Learn of existing efforts/identify needs and opportunities

Incorporate feedback in final Program Application

Outreach summary and how the feedback is incorporated will be included in the final program application to the State.

Program Framework Outreach Jan-May 2022  Informal meetings, listening sessions, public comment on draft framework

Program Area Outreach May-Sep 2022

- Targeted outreach to CBOs, housing trusts, housing developers, local jurisdictions, subregional COGs
- Engagement with CBOs through SCP Call 4 development
- Engagement with CTC's through CTC Partnership development
- Engagement with subregional COGs through SRP 2.0 development

Program Wide Outreach Oct. –Dec 2022

- General listening sessions and presentations
- Targeted outreach to disadvantaged communities
- Public comment on draft program guidelines

### **REAP 2021 Timeline and Next Steps**

**Current Status** 

- Advance Application revisions submitted to HCD in September
- Development of individual program guidelines
- Individual program guidelines will be brought to the Board before release of Calls for Projects

**Next Steps** 

- Draft individual program guidelines open for public comment (PATHS, CTC Partnership Program)
- Updated guidelines to Policy Committees and RC in November
- Request authorization to apply for full funding from EAC on behalf of RC in December, submit application to State by program deadline