

BAHFA Advisory Committee Rental Assistance Pilot Program May 25, 2023





Rental Assistance to Prevent Homelessness

The Need for Homelessness Prevention

- 36,800 Bay Area residents were unhoused in 2022
- 575,000 people are at risk of homelessness

Focus on Older Adults

- Seniors are the fastest growing homeless population 108% increase 2017-2020 in California
- Among older adults, the cause of homelessness is likely a financial or health crisis
- Black older renters in California are most likely to be cost-burdened (paying more than 30% of income) and severely cost-burdened (paying more than 50%)

Rental Assistance is a Proven Intervention

- Homelessness prevention pilots with rental assistance underway in San Jose, San Francisco, Oakland
- Emergency Rental Assistance Program (ERAP) operating nationwide
- 30+ guaranteed income pilots nationwide

Bay Area Housing Finance Authority

Resources and Legislative Mandate

Resources

- BAHFA has received \$5M in MTC Exchange Funds for the purpose of establishing this rental assistance program.
- BAHFA anticipates directing additional funds as available to expand and continue the pilot.

AB 1487 Mandate

- **BAHFA's mandate includes tenant protections**, and rental assistance is an essential means of fulfilling this obligation.
- Under AB 1487, BAHFA can fund 48 months of rental assistance per household, with the option to continually renew assistance for low-income seniors.



Rental Assistance Program Pilot Overview

Program Goals

- **Prevent new incidences of homelessness** and improve long-term housing stability for extremely low- and low-income residents, with a focus on seniors;
- Prioritize efficiency to reduce administrative burden and barriers for participants;
- Learn from existing pilot programs; and
- Create a foundation for future BAHFA programs.

Program Administration

- BAHFA will contract with an **experienced service provider** to administer the program through an open procurement.
- BAHFA will launch the program as soon as possible, with a funding commitment extending at least through June 2026.
- BAHFA will pursue all available funds with the goal of continuing the program.



Draft Program Elements

- Enrollment: Equity-focused outreach and enrollment process, including verification of eligibility
- **Program Intervention:**
 - Monthly housing subsidy of \$500-800 for up to 48 months, with the option of extension for eligible participants
 - Connections with support services, as needed and appropriate, for each participant
- Evaluation: Metrics created and reported to evaluate program impact and efficacy



Draft Service Provider Selection Criteria

Minimum Experience:

- Designing and administering at least one rental assistance program;
- Administering direct social service programs within the 9-county region, with a preference for experience in homeless services and homelessness prevention programs and a presence in multiple counties;
- Serving older adults; diverse, hard-to-reach households; and high-need populations with a high level of cultural competency; and
- Strong working relationships with local government agencies and service providers in the region.



Additional Service Provider Preferences

Matching Funds and Blending Programs

BAHFA may give preference to service providers who can:

- 1) Contribute matching funds or in-lieu services to increase program impact, and/or
- 2) Blend BAHFA funds with an existing rental assistance pilot to meaningfully expand or extend the ongoing program.

Geographic Reach

- The procurement for a service provider will be open to the entire Bay Area region, with a preference for providers operating in more than one county.
- BAHFA will pursue additional funds to expand the geographic reach of the program.



Thank you.



ASSOCIATION OF BAY AREA GOVERNMENTS METROPOLITAN TRANSPORTATION COMMISSION