

### 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