

Addendum to MHSA Annual Update Fiscal Year 19-20

The purpose of this addendum to the MHSA Annual Update Fiscal Year 19-20 is to provide a correction and clarification on the MHSA Housing Funds expenditures identified on page 22 and 23.

The matter of allocating \$326, 892 of MHSA Housing Funds to the No Place Like Home (NPLH) Housing Project was presented and discussed at the February 1, 2019 Representative Stakeholder Steering Committee meeting where there was group consensus on proceeding with including the item in the MHSA Annual Update FY 19-20.

Background Supporting Housing Expansion:

On April 26, 2016 the Board of Supervisors approved a Master Plan for Permanent Supportive Housing funds and request to return the remaining MHSA Housing Funds currently held by California Housing Finance Agency to Stanislaus County. Approximately \$1.1 million would be made available at the local level for construction, rehabilitation, and acquisition of permanent supportive housing.

BHRS has a continuum of housing options for individuals dealing with serious mental illness. These include emergency housing, transitional housing, and permanent supportive housing. The development of this continuum is based on a Housing First model, a concept that emphasizes the need to have stable housing before issues of mental illness and substance use can be effectively treated.

To date, BHRS has allocated the funds on two approved housing projects;

1. Kestrel Ridge
2. Palm Valley

No Place Like Home funding is from the California Department of Housing and Community Development for acquiring, designing, constructing, rehabilitating, or preserving permanent supportive housing for individuals with serious mental illness. No Place Like Home housing projects provided BHRS an opportunity to leverage the remaining housing funds as matching dollars in partnership with the Housing Authority of Stanislaus County, the City of Turlock, and the City of Modesto.

The total number of units proposed by the Housing Authority of Stanislaus County as the County's development partner for the competitive NPLH funds is 19 permanent supportive housing units. Because the units are spread across three (3) sites, the application is considered a "scattered site" application and the properties are identified as follows;

1. 11 units at 1143 Park Ave. Turlock (8 new units plus 3 rehabilitated units)
2. 4 units at 513 N. Palm Ave. Turlock
3. 4 units at 400 block, Vine Ave., Modesto

Subsequent conversations within the department after the February 1, 2019 Representative Stakeholder Steering Committee Meeting clarified the fact that the amount of \$326,892 is subject to reversion at the end of fiscal year 18-19. The action to expend the housing fund balance of \$326, 892 on the No Place Like Home housing project will occur prior to June 30th 2019. The \$326, 892 amount will not be allocated to rental subsidies as stated in the MHSA Annual Update FY 19-20.