[Apply for Grant - California Department of Housing and Community Development - Homekey+ Grant Program - 1035 Van Ness Avenue - Not to Exceed \$37,500,000]

Resolution approving and authorizing the Department of Homelessness and Supportive Housing to jointly apply with 1035Vets, LLC to the California Department of Housing and Community Development for the Homekey+ Grant for the property located at 1035 Van Ness Avenue in a total amount not to exceed \$37,500,000 or the maximum award amount allowable under the Notice of Funding Availability, whichever is greater, on behalf of the City and County of San Francisco.

WHEREAS, The California Department of Housing and Community Development ("HCD") issued a Notice of Funding Availability ("NOFA") dated November 26, 2024, and Amended January 31, 2025, for grant funds under the Homekey+ Program authorized by Health and Safety Code, Section 50675.1.3 (Assembly Bill No. 140 (2021-2022 Reg. Sess.), § 20.); Health and Safety Code, Section 50675.1.5 (Assem. Bill No. 531 (2023-2024 Reg. Sess.); Section 14184.402 of the Welfare and Institutions Code; Section 5891.5 of the Welfare and Institutions Code; and Round 5 and 6 of the Homeless Housing, Assistance and Prevention (HHAP) grant program. (Assem. Bill No. 129 (Chapter 40, Statutes 2023) and Assem. Bill No. 166 (Chapter 48, Statutes 2024), ("Homekey+"); a copy of the NOFA is on file with the Clerk of the Board of Supervisors in File No. 250397; and

WHEREAS, HCD is authorized to administer Homekey+ funds pursuant to the Multifamily Housing Program (Chapter 6.7 (commencing with Section 50675) of Part 2 of Division 31 of the Health and Safety Code); and

WHEREAS, Since the inception of the Homekey grant program in 2024, the City has been awarded approximately \$239,000,000 in Homekey grant funds that has supported the

acquisition and operation of approximately 897 new units of permanent supportive housing serving adults, youth, and families; and

WHEREAS, Permanent supportive housing is the most effective, evidence-based solution to ending chronic homelessness and, also prevents new incidents of homelessness among highly vulnerable people with long experiences of homelessness; and

WHEREAS, Homeless veterans comprise a significant proportion of homeless individuals in San Francisco, and Swords to Plowshares provides housing and support services to homeless veterans; and

WHEREAS, Additional permanent supportive housing furthers the City's commitment to dismantling systemic racial inequities that disproportionately effect communities of color and contribute to the loss of stable housing; and

WHEREAS, HSH has worked closely with Swords to Plowshares and the San Francisco Veterans Administration Health Care System to significantly reduce the number of homeless veterans in San Francisco; and

WHEREAS, Swords to Plowshares has formed 1035Vets, LLC, a California limited liability company ("1035Vets LLC"); and

WHEREAS, Pursuant to that certain Purchase and Sale Agreement between 1035Vets LLC and San Francisco Care Center, L.P. dated as of April 3, 2025, 1035Vets LLC intends to acquire the real property and improvements located at 1035 Van Ness Avenue, Assessor Parcel Number Block 0714, Lot 028 (the "Property"), for the purpose of operating permanent supportive housing; and

WHEREAS, The Department of Homelessness and Supportive Housing ("HSH"), on behalf of the City and County of San Francisco ("City" or "Applicant"), desires to jointly apply for the Homekey+ grant funds with 1035Vets LLC for the purpose of acquiring,

rehabilitating and operating the Property in a total amount not to exceed \$37,500,000 or the maximum award amount allowable under the NOFA, whichever is greater; and

WHEREAS, Upon completion of the rehabilitation, the Property would provide approximately 124 units of permanent supportive housing to serve homeless veterans with either serious mental illness or substance use disorder diagnosis; and

WHEREAS, HSH intends to submit an application jointly with 1035Vets LLC for Homekey+ grant funds ("Application") to HCD for review and consideration; and

WHEREAS, In order to be considered for an award of Homekey+ grant funds, the City must submit a Resolution approved by the Board of Supervisors authorizing the City to apply for Homekey+ grant funds with the Application; and

WHEREAS, Homekey+ funding allocations are subject to the terms and conditions of the NOFA, the Application, and upon award, the HCD approved STD 213, Standard Agreement, and all other legal requirements of the Homekey+ Program; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby authorizes HSH and the HSH Executive Director or their designee, on behalf of the City, to submit an Application to HCD in response to the NOFA to apply for Homekey+ grant funds for capital and capitalized operating funds in a total amount not to exceed \$37,500,000, or the maximum award amount allowable under the NOFA, whichever is greater; and, be it

FURTHER RESOLVED, That the Board of Supervisors acknowledges that if the Application is approved, HSH will seek Board of Supervisors approval to accept and expend the Homekey+ grant funds and to authorize execution of a Standard Agreement, and any other documents required or deemed necessary to secure the Project Homekey+ funds under the terms of the Project Homekey+ program guidelines.

/s/

Shireen McSpadden

Executive Director

Department of Homelessness and Supportive Housing



City and County of San Francisco Tails Resolution

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

File Number:

250397

Date Passed: May 06, 2025

Resolution approving and authorizing the Department of Homelessness and Supportive Housing to jointly apply with 1035Vets, LLC to the California Department of Housing and Community Development for the Homekey+ Grant for the property located at 1035 Van Ness Avenue in a total amount not to exceed \$37,500,000 or the maximum award amount allowable under the Notice of Funding Availability, whichever is greater, on behalf of the City and County of San Francisco.

April 30, 2025 Budget and Finance Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

April 30, 2025 Budget and Finance Committee - RECOMMENDED AS AMENDED

May 06, 2025 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250397

I hereby certify that the foregoing Resolution was ADOPTED on 5/6/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

Daniel Lurie Mayor Date Approved