

State Rental Assistance Program Northern California Land Trust

March 6, 2021



Legislative Background



AB 3088

- Originally passed in August of 2020 to cover through January 2021
- Provides protection from eviction for tenants unable to pay full rents due to COVID-19
- Requires tenants to pay at least 25% of rents due to maintain protections
- Amended to extend through June 2021.

SB 91

- State's enactment of the Consolidated Appropriations Act, 2021 that allocated \$25b nationally for emergency rental assistance
- Permanent solution for rental arrears incurred between April 1, 2020 and March 31, 2021 provides landlords with 80% of arrears in return for debt forgiveness
- Temporary solution for current rents, provides 25% of rent to maintain AB 3088 protections.



Implementation Options

OPTION A State-Administered Program

Jurisdictions that did not receive a federal allocation will have their funds administered by the state program.

Jurisdiction that did receive a federal allocation may opt into the state-run program.

OPTION B Locally Administered Program

Jurisdictions that received a direct federal allocation agree to follow the SB 91 state program parameters and administer their state reservation as a block grant.

OPTION C Dual Program

Jurisdictions with direct federal allocation opt not to follow SB 91 program parameters.

State administers jurisdiction's state reservation.



OPTION A

• All counties under 200 K population and the cities within them

Jurisdictions that opted into state-run program:

- City of Bakersfield
- City of Fontana
- City of Oxnard
- Butte County
- Contra Costa County
- Los Angeles County
- San Luis Obispo County
- San Mateo County
- Santa Cruz County
- Tulare County

IOUSING

• Ventura County

OPTION B

- City of Anaheim
- City of Bakersfield
- City of Chula Vista
- City of Fremont
- City of Fresno
- City of Irvine
- City of Long Beach
- City of Los Angeles
- City of Modesto
- City of Sacramento
- City of San Diego
- City of Stockton
- Alameda County
- Fresno County
- Kern County
- Marin County
- Monterey County
- Sacramento County
- San Bernardino County
- San Diego County
- San Joaquin County

OPTION C

- City of Moreno Valley
- City of Oakland
- City of Riverside
- City of San Bernardino
- City of San Jose
- City of Santa Ana
- City of Santa Clarita
- Merced County
- Orange County
- Placer County
- Riverside County
- Santa Barbara County
- Santa Clara County
- San Francisco City & County
- Solano County

State Program Overview



Program Overview

• **Focus**: Stabilize low-income households through the payment of rental and utility arrears to landlords and providers

• <u>Eligibility:</u>

- Income must be below 80% Area Median Income (AMI) based on total household income for calendar year 2020 or the household's monthly income at the time of application.
- Household must have a COVID-19 impact.





Program Overview

- Participating landlords will be compensated 80% of unpaid rent from April 1, 2020 - March 31, 2021. Accepts as payment in full for all rental debt for that period.
- If a landlord declines to participate, eligible households can still apply for and receive 25% of back rent owed for the covered period.
- Rental and utility arrears will be prioritized over current and prospective rental and utility payments.





Partner Network

- Nonprofit and community partners with capacity to provide local on the ground and in-language support to residents.
- Three-tiered strategy:
 - 1. Promotion of the program
 - 2. Targeted outreach to eligible households
 - 3. Technical assistance to provide guidance to individuals as they navigate the application process





Outreach & Education

- People centered and culturally sensitive messaging.
- Outreach campaign includes:
 - Message development
 - Paid and earned media
 - Social media
 - Digital buy
 - Partnership development to supplement local partner network
- Develop local partner network toolkit and materials for jurisdictions.





Program Operations

- Centralized online portal with options for both tenants and landlords to apply
- Portal provides guidance to help applicants prepare necessary documents
- Portal routes applicants to appropriate jurisdictions for Options B and C
- Transparent eligibility screening with additional resources
- Application designed to collect the minimum information necessary to meet state and federal standards while also addressing de-duplication and fraud prevention
- Application facilitates landlord engagement in tenant submitted applications
- Case management for applications that need assistance to reach completion
- Multiple languages, accessibility assistance, live-person tutorials, and in-person support through the partner network



Application Steps

Tenant Application

•Complete applications routed to Landlord for key data confirmation

Review

Landlord and Utility Verification

•Option for tenants whose landlords elect to not participate - tenant receives payment •Participating landlords will receive direct payment Participating utilities will receive direct payment



•Requests for additional documentation if necessary •Case management will make multiple attempts to get applications complete



•Routed for payment via direct deposit or paper check •Notification of payment with program participation details sent to both landlord and tenant, and utility provider if applicable



Implementation Timeline

March 2021

- Second week of March State Program Call Center opens
- Communications and Outreach ramp-up
- March 15, 2021 State
 Program Portal opens for applications
- Round 1 Priorities Households earning less than 50% Area Median Income

April 2021

- Applications reviewed and payments issued on a rolling basis
- Ongoing education and outreach
- Add partners to the local partner network as necessary
- Round 2 Priorities areas disproportionally impacted by COVID-19

May 2021 and beyond

- Communications and outreach efforts continue
- Ongoing support and cooperation with locally run programs
- Program accepts applications and distributes rental payments until all funds are obligated



Questions / Comments?

Questions ERAP@hcd.ca.gov

Landlord / Tenant / SB 91 Information <u>Housingiskey.com</u>



