

SUPPLEMENTAL

COUNCL AGENDA: 05-04-10
ITEM: 4.1



Memorandum

TO: HONORABLE MAYOR
AND CITY COUNCIL

FROM: Leslye Krutko

SUBJECT: SEE BELOW

DATE: April 30, 2010

Approved

Date

5-3-10

COUNCIL DISTRICT: City-Wide
SNI AREA: N/A

SUPPLEMENTAL

SUBJECT: FINAL PUBLIC HEARING AND APPROVAL OF THE FIVE YEAR CONSOLIDATED PLAN FY 2010-2015 AND THE ANNUAL ACTION PLAN FY 2010-2011

REASON FOR SUPPLEMENTAL

At the time the approval memorandum for the draft Five Year Consolidated Plan FY 2010-2015 and Annual Action Plan FY 2010-2011 (Consolidated Plan) was due, the required public comment period was still open. Therefore, the public still had the opportunity to provide input on the document and staff was still in the process of determining needed changes. This supplemental memorandum provides information received during the public comment period and updates the Mayor and City Council on proposed changes to the draft document identified since its release on March 22, 2010.

RECOMMENDATION

It is recommended that the City Council approve the recommendation made in the April 12, 2010 memorandum and accept the additional changes to the Consolidated Plan, as detailed in this memorandum.

BACKGROUND

The memorandum submitted to the City Council on April 12, 2010 indicated that a supplemental memorandum would be distributed to the Mayor and City Council prior to the May 4, 2010 City Council meeting. This supplemental memorandum provides public comments received to date and proposed changes to the document since the Consolidated Plan was released on March 22, 2010. A copy of the draft document was attached to the March 22nd memorandum and located on the Housing Department's website at www.sjhousing.org/report/conplan.html

April 30, 2010

Subject: Final Public Hearing of the Five Year Consolidated Plan FY 2010-15 and the Annual Action Plan FY 2010-2011 - Supplemental Memo

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ANALYSIS

Public Comments

Three public hearings have been held since the release of the draft Consolidated Plan on March 22, 2010. The first public hearing was held at the March 30th City Council meeting and included the opening of the public comment period. The second public hearing was held at the City's Housing and Community Development Advisory Commission (HCDC) on April 8, 2010. The HCDC recommended approval of the draft Consolidated Plan by a vote of 6-0. The third public meeting was held at the City's Community and Economic Development Committee (CEDC) meeting on April 26th, 2010. A summary of the public comments are included as Attachment A-1 to this memorandum and will be included in the appendix of the final document submitted to the Department of Housing and Urban Development (HUD). Also included as Attachment A-2 is a summary of all the inquiries about the City's Community Development and Block Grant (CDBG) funding recommendations as included in the draft document.

Corrections and Edits

Attachment B highlights other suggested changes to the draft Consolidated Plan.

COORDINATION

Preparation of this report has been coordinated with the City Attorney's Office.

CEQA

Not a project.

/s/

LESLYE KRUTKO
Director of Housing

For questions please contact Leslye Krutko, Director of Housing, at (408) 535-3851.

Consolidated Plan 2010-2015 and Annual Action Plan 2010-2011-Community Input and Public Testimony

City of San José Council Meeting– March 30, 2010	
Public Comment	City Response
Jim Vo from Vietnamese Voluntary Foundation (VIVO) requested that CDBG reconsider their decision not to fund VIVO's job placement assistance program. The Vietnamese community makes up 10% of San Jose's population but is underserved; they need assistance to improve English speaking and job search skills during these tough economic times. He also added that their past performance has been excellent, they have always met their goals, and they scored 89.5 points under the CDBG application process	Leslye Krutko, Director of Housing mentioned that the appeal would be considered carefully before a decision is made.
Tran Nguyen from VIVO stated that under the self-sufficiency category their program was the only one that actually finds jobs for people. Also, the CDBG fund from San Jose is their main unrestricted funding source. She also stated that 89.5 rating is only .5 points less than the other agency that was funded and that in other categories many agencies scored less than 89.5 and were funded.	The Housing Department Director mentioned that each category was scored based on varying criteria; hence there may be a difference in scoring decisions.

City of San José Housing and Community Development Advisory Commission Meeting – April 8, 2010	
Public Comment	City Response
C. Nguyen from VIVO stated that the employment services program was not recommended for funding despite having a higher score than other applicants in different categories. Ms. Nguyen asked if additional funding received by the Housing Department could be allocated to the employment services program.	Staff explained that the additional funding could not be used for those services.
S. Wachter from the Affordable Housing Network pointed out that on pg. 109, the priority housing needs table is identical to the 2005 Consolidated Plan. Mr. Wachter also stated that the five year goal of 1,288 units is identical to the one-year goal of 1,287 units. He also asked that the Department add a statement that only the federal government has the resources to help with affordable housing.	Staff replied that the numbers are identical because they are both based on 2000 Census data. Until 2010 Census data is published, the 2000 data is the best available data

City of San José Community and Economic Development Committee Meeting – April 26, 2010	
Public Comment	City Response
D. Wall commented that a five year plan period is foolhardy when economic tides can change quickly. He suggested that a quarterly plan may be more appropriate	Leslye Krutko, Director of Housing responded that the Five Year Plan is a federal requirement. The Five Year Plan is updated.

CDBG PROGRAM - 2010-11 APPEALS & INQUIRIES RECEIVED LIST

Attachment A-2

APP #	AGENCY NAME	PROJECT NAME	EMAIL/CALL RECEIVED FROM	ISSUES	ACTION TAKEN	APPEAL LETTER RECEIVED
1.	Respite & Research For Alzheimer's Disease	1. Alzheimer's Activity Center Caregiver Support Group. (CCS) 2. Activity Center Building Upgrades and ADA Compliance (CDI-Construction)	Vera R. Ciammetti	To schedule a meeting to discuss the weakness in their application so that they are better prepared for next year.	Met on 3/22/10 to discuss CDI and CCS project. Primary focus of conversation was on receiving no funding for construction project. Vera felt the agency spent a great deal of time preparing an application and was not pleased with zero construction projects receiving funding.	
2.	Center for Employment Training (CET)	Admissions and Case Management Facilities Renovation Project	Amy Lawrence	To request the readers' comments and evaluation.	Met with Amy on 4/7/10 to go over application and review ways in which to improve in the future.	
3.	DCARA	Deaf for Self-Sufficiency Project	Jim Brune	Requesting the evaluation scoring breakdown.	Exchanged emails with Jim explaining rationale for not receiving funding. Focused on low past performance score as major reason why project received a low score. Jim stated that he would not attend any public meetings.	
4.	FLY	None specified	Christa Gammon	Requesting info regarding the future public meetings (HCDC, Council, etc.).	Christa requested and was provided with times for the various public meetings.	
5.	Jewish Family Services of Silicon Valley	Connections to Work	Mindy S. Berkowitz	Wanted to know the areas of concern and the application panelists' critique.	Met with Mindy on 3/18/10 to go over scoring of application and audit. She stated that she would submit an appeal.	3/23/10

CDBG PROGRAM - 2010-11 APPEALS & INQUIRIES RECEIVED LIST

APP #	AGENCY NAME	PROJECT NAME	EMAIL/CALL RECEIVED FROM	ISSUES	ACTION TAKEN	APPEAL LETTER RECEIVED
6.	Next Door Solutions to Domestic Violence	Culturally and Linguistically Sensitive Advocacy Program	Jono Marcus	Requesting the scoring sheet.	Requested a meeting prior to the 3/24/10 HCDC special meeting. Could only meet on Tuesday's, Wednesday's or Thursday's. A phone meeting took place on 3/25/10. Went over scores and reviewer comments.	
7.	MACSA		Aurora Cepeda	Inquiring about the Appeal Process.	Met on 3/18/10 and explained the rationale for score and the impact of not having an audit to review. Agency stated that it would submit an appeal.	3-26-10
8.	Senior Adults Legal Assistance (SALA)		Georgia Bacil	<ol style="list-style-type: none"> 1. Method of appeal 2. Information to be considered in the appeal 3. Scope of the appeal 4. Information requested for appealing proposal scores or rankings 5. Information about review panels 6. Information about parties reviewing and responding to appeals 7. City response time to appeals 8. Finality of appeal 	<p>Had a phone conversation on 3/22/10. Went over application and audit score. Primary concern was that the City Council will fund only based on rankings and ignore funding categories. Georgia wants to make sure she maximizes her score in case this happens. She was not sure if she would submit an appeal.</p>	

CDBG PROGRAM - 2010-11 APPEALS & INQUIRIES RECEIVED LIST

APP #	AGENCY NAME	PROJECT NAME	EMAIL/CALL RECEIVED FROM	ISSUES	ACTION TAKEN	APPEAL LETTER RECEIVED
9.	Saratoga Area Senior Coordinating Council		Susan Huff	Asking how the score was derived.	Had a phone conversation on 3/18/10 to discuss application evaluation. Informed her that a major concern was her inability to articulate how funds should be segregated to insure funding would only go to serve San Jose residents. An appeal is not anticipated.	
10.	VIVO		Cat T. Nguyen	Requesting the breakdown of scores.	Provided scoring breakdown on 3/18/10	3/26/10
11.	YWCA of Silicon Valley	YWCA Child Care Consortium	Kathy St. John	Requesting reasons that the application didn't score as highly as others	Had a phone conversation with Kathy on 4/9/10. Went over scores and reviewer comments.	
12.	President & Board of Trustees of Santa Clara College	Katharine & George Alexander Community Lay Center	Diane Blakely	Wanted to know their score & where they were deficient. Asked if other legal agencies could be reduced so that they can be funded.	Indicated that the current year's funding recommendations were completed. Asked her to have discussion with other legal agencies.	
13.	West Valley Community Services, Inc.		Naomi N. Nakano-Matsumoto	Requesting a copy of the feedback on the scoring of their application so that they can learn how to improve	After follow-up with Naomi, on 4/22/10 she stated that other pressing agency issues will not allow her to meet.	
14.	San Jose Conservation Corps & Charter School		Neil Kozuma	Received appeal stating benefits of project and why it should receive CDBG funding.	Appeal Submitted	3/25/10
15.	Asian Americans for Community Involvement (AACI)	Asian Women's Home	Melissa Luke	Requested a debriefing on their score and feedback on their application.	Had a phone conversation on 4/5/10 and reviewed scores and areas for future.	

CDBG PROGRAM - 2010-11 APPEALS & INQUIRIES RECEIVED LIST

APP #	AGENCY NAME	PROJECT NAME	EMAIL/CALL RECEIVED FROM	ISSUES	ACTION TAKEN	APPEAL LETTER RECEIVED
16.	YU-Ai-Kai	Senior Service	Sophie Horiuchi	Requested a meeting to go over scores and reviewer comments.	Met on 4/19/10 to review scores and reviewer comments.	3/25/10
17.	Catholic Charities'	Young Women's Empowerment Program	Jane Hill	Received appeal stating that they agency could provide the additional matching funds that were not included in the application.	Appeal submitted	3/25/10
18.	Asian Americans for Community Involvement (AACI)	Center for Survivors of Torture	Sarita Kohli	Requested a debriefing on their score and feedback on their application.	Had a phone conversation on 4/12/10 and reviewed scores and areas for future improvement.	
19.	Asian Americans for Community Involvement (AACI)	Senior Nutrition Program	Sedora Tantraphol	Requested a debriefing on their score and feedback on their application.	Met with on 4/9/10 and reviewed scores and areas for future improvement.	

Suggested Additions to the Draft Five Year Consolidated Plan FY 2010–2015 and the Annual Action Plan FY 2010-2011 (Consolidated Plan)

The page numbers below reference the Draft Consolidated Plan published on March 22nd 2010.

Page 9 – a footnote was added:

A small portion of San Jose’s population increase may be attributed to annexation of county pockets during this time period

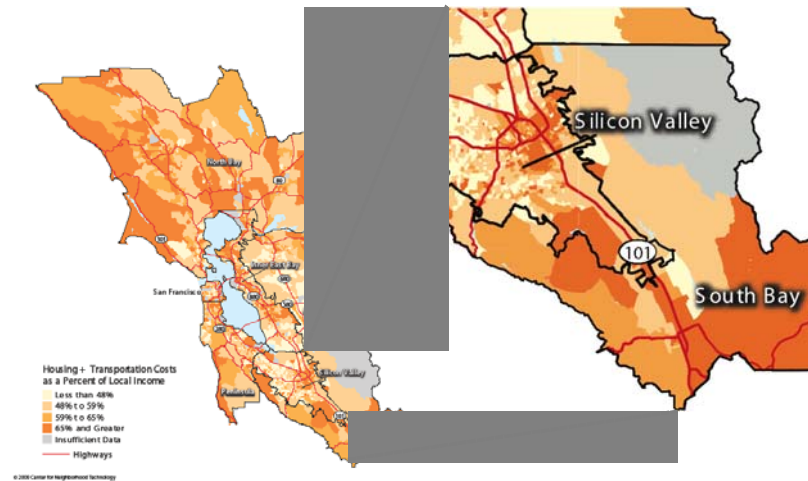
Page 24 –Major Employers section – Two paragraphs were added:

However, additional planning and development of infrastructure and transit-oriented development are needed to facilitate ridership. Most of San Jose’s employed residents commute to work alone by car. This is because most of the City’s housing stock is suburban in nature, and not connected to existing transit services in a way that makes it accessible or desirable as a transportation alternative. Getting from home to work via transit often requires taking multiple transit services and lines or first driving to a station, which increases commute times and decreases the commuter’s flexibility and mobility. Creating transit-oriented communities with the right mix of jobs and housing will increase not only mobility but also housing choice and access to jobs.

Bay Area households spend an average of more than \$28,000 annually on housing—about 39 percent of the area median income. In addition to the high cost of housing, Bay Area households spend nearly \$13,400 annually on transportation. Combined, this cost burden of \$41,420 per year represents 59 percent of the median household income in the Bay Area.

The following figure depicting the data was also added. This changed the numbering of all subsequent figures.

Housing and Transportation Costs Impact Housing Affordability



Source: 2009 Center for Neighborhood Technology

Page 27 –Major Job Centers section - A paragraph was added on job market shifts:

Additionally, there may be important shifts in the labor market as a result of structural changes in demographics. For example, the City of San Jose projects that the greatest population increases will occur in the 20-24 and 65+ age categories during this time. These demographic shifts will impact the City's job market characteristics.

Page 66 – A new section titled Housing Problems by Income and Race was added, based on information provided by BAE Consultants; 3 new tables (4.38 a, b, c) were also added, changing the numbering of subsequent tables.

Housing Problems by Income and Race

HUD requires Consolidated Plans to identify any racial or ethnic groups that have a disproportionately greater housing need. For the purpose of this analysis, housing need is defined by as paying more than 30 percent of income towards housing costs, overcrowding, and/or lacking complete kitchen or plumbing facilities (i.e., HUD-identified "housing problems"). Per HUD's definition, a disproportionately greater need exists when members of a particular racial/ethnic group have at least 10 percent greater need than persons in the income category as a whole.

The Tables below examine this issue in greater detail; Table 4.38a shows that 79% of households with income less than 30% of the median family income in San José experience housing problems. Household problems are lower at higher income levels – about 30% of families with income greater than 80% of median family income experience housing problems. Housing problems are also worse among renters than owners at each income level. Taken as a whole (Table 4.38b), Hispanic (65%) and Pacific Islander households (63%) have higher housing problems than the other race households in San José.

Table 4.38a: Housing Problems by Household Type, San Jose, 2000

	Renters					Owners					Total Households
	Elderly 1 & 2 member Households	Small Related (2 to 4 members)	Large Related (5 or more members)	Other Households	Total Renters	Elderly 1 & 2 member Households	Small Related (2 to 4 members)	Large Related (5 or more members)	Other Households	Total Owners	
1. Household Income <=50% MFI	7,344	14,835	9,315	8,409	39,903	10,285	6,224	3,608	3,127	23,244	63,147
2. Household Income <=30% MFI	5,659	7,470	4,600	4,955	22,684	5,142	2,774	1,225	1,614	10,755	33,439
3. % with any housing problems	69.0%	89.8%	97.3%	73.5%	82.5%	64.1%	78.6%	91.8%	74.6%	72.6%	79.3%
4. % Cost Burden >30%	65.8%	82.9%	86.0%	70.7%	76.6%	63.6%	75.7%	77.1%	74.6%	69.9%	74.4%
5. % Cost Burden >50%	47.0%	68.4%	64.5%	65.2%	61.6%	45.0%	65.1%	66.1%	67.5%	55.9%	59.8%
6. Household Income >30% to <=50% MFI	1,685	7,365	4,715	3,454	17,219	5,143	3,450	2,383	1,513	12,489	29,708
7. % with any housing problems	70.3%	86.2%	95.2%	82.5%	86.4%	37.0%	76.1%	92.2%	66.0%	61.8%	76.1%
8. % Cost Burden >30%	64.7%	75.0%	61.6%	80.6%	71.5%	36.5%	70.4%	75.2%	64.6%	56.7%	65.2%
9. % Cost Burden >50%	34.7%	25.7%	11.3%	34.3%	24.4%	18.7%	48.3%	38.8%	47.1%	34.2%	28.5%
10. Household Income >50 to <=80% MFI	838	6,139	3,653	4,124	14,754	4,043	5,874	3,375	1,875	15,167	29,921
11. % with any housing problems	57.0%	65.9%	89.5%	67.7%	71.7%	27.8%	69.1%	87.3%	68.8%	62.1%	66.8%
12. % Cost Burden >30%	52.3%	43.6%	24.4%	61.9%	44.5%	27.5%	62.5%	61.2%	68.3%	53.6%	49.1%
13. % Cost Burden >50%	15.9%	4.1%	0.8%	10.3%	5.7%	11.9%	27.5%	13.5%	33.1%	20.9%	13.4%
14. Household Income >80% MFI	1,603	22,610	8,795	17,879	50,887	14,124	74,020	25,770	18,505	132,419	183,306
15. % with any housing problems	29.8%	29.5%	67.6%	19.2%	32.5%	12.8%	24.7%	50.6%	29.0%	29.1%	30.0%
16. % Cost Burden >30%	26.1%	9.9%	3.8%	13.3%	10.5%	12.4%	20.7%	17.5%	28.0%	20.2%	17.5%
17. % Cost Burden >50%	2.7%	0.1%	0.0%	0.7%	0.4%	2.1%	2.8%	1.8%	3.8%	2.7%	2.1%
18. Total Households	9,785	43,584	21,763	30,412	105,544	28,452	86,118	32,753	23,507	170,830	276,374
19. % with any housing problems	61.8%	54.5%	83.5%	41.8%	57.5%	28.6%	31.5%	58.9%	37.7%	37.2%	44.9%
20. % Cost Burden >30	58.0%	38.2%	37.1%	36.9%	39.4%	28.2%	27.3%	28.5%	36.8%	29.0%	33.0%
21. % Cost Burden >50	35.0%	16.7%	16.2%	16.3%	18.2%	14.3%	8.3%	8.1%	13.3%	10.0%	13.1%

Definitions:

Any housing problems: cost burden greater than 30% of income and/or overcrowding and/or without complete kitchen or plumbing facilities.

Cost Burden: Cost burden is the fraction of a household's total gross income spent on housing costs.

Sources: HUD, State of the Cities Data System: Comprehensive Housing Affordability Strategy (CHAS) special tabulations from Census 2000; BAE, 2010.

Table 4.38b: Housing Problems by Income and Race, San Jose, 2000

	White	Black	Hispanic	Native American	Asian	Pacific Islander	Total (a)
1. Household Income <=50% MFI	23,505	2,439	20,660	329	13,850	202	63,147
2. Household Income <=30% MFI	12,045	1,295	10,365	159	8,385	89	33,439
% with any housing problems	73.3%	79.9%	87.3%	84.9%	79.0%	95.5%	79.3%
3. Household Income >30 to <=50% MFI	11,460	1,144	10,295	170	5,465	113	29,708
% with any housing problems	63.0%	77.8%	83.9%	76.5%	86.1%	92.9%	76.1%
4. Household Income >50 to <=80% MFI	12,425	1,205	9,040	145	6,005	85	29,921
% with any housing problems	54.7%	65.6%	76.0%	79.3%	76.8%	70.6%	66.8%
5. Household Income >80% MFI	97,265	5,805	28,900	525	45,120	415	183,306
% with any housing problems	20.2%	33.4%	46.4%	22.9%	40.2%	47.0%	30.0%
6. Total Households	133,195	9,449	58,600	999	64,975	702	276,374
% with any housing problems	31.9%	49.3%	64.8%	50.1%	52.5%	63.4%	44.9%

Notes:

(a) Total includes other racial/ethnic groups not presented in this table.

Sources: HUD, State of the Cities Data System: Comprehensive Housing Affordability Strategy (CHAS) special tabulations from Census 2000; BAE, 2010.

Table 4.38c: Household Income by Race/Ethnicity, San Jose, 2000

	White	Black	Hispanic	Native American	Asian	Pacific Islander	Total (a)
Less than 30% MFI	9.0%	13.7%	17.7%	15.9%	12.9%	12.7%	12.1%
30% to 50% MFI	8.6%	12.1%	17.6%	17.0%	8.4%	16.1%	10.7%
50% to 80% MFI	9.3%	12.8%	15.4%	14.5%	9.2%	12.1%	10.8%
More than 80% MFI	73.0%	61.4%	49.3%	52.6%	69.4%	59.1%	66.3%
Total Households	133,195	9,449	58,600	999	64,975	702	276,374

Notes:

(a) Total includes other racial/ethnic groups not presented in this table.

Sources: HUD, State of the Cities Data System: Comprehensive Housing Affordability Strategy (CHAS) special tabulations from Census 2000; BAE, 2010.

Page 103 – Anti Poverty Strategy – Paragraph 2 was modified to expand on the City’s economic development strategy and its link to housing. Two paragraphs were added:

The Economic Development Strategy is currently being updated to reflect a refined set of twelve strategic goals for the 2010-15 period.

- *Encourage companies and sectors that can drive the San Jose/Silicon Valley economy and generate revenue for City services and infrastructure*
- *Develop Retail to full potential, maximizing revenue impact and neighborhood vitality*
- *Preserve and strengthen manufacturing-related activity and jobs*
- *Nurture the success of local small businesses*
- *Prepare residents to participate in the Economy through training, education, and career support*
- *Create more walkable, vibrant, mixed-use environments to spur interaction and attract talent*

As mentioned above, it is important to understand that job growth is closely related to and facilitated by housing opportunities and by providing the desired work force a quality place to live. The types of jobs desired by the City’s Economic Development Strategy imply incomes across a wide range of categories, from low to very high. In fact, a significant number of these jobs are lower-paying service jobs that vitally support higher-paying “driving-industry” jobs. Therefore, in order to achieve the City’s desired economic development strategy, it is important to provide sufficient housing opportunities across income categories in order for employees to live and work within San Jose. A lack of these housing opportunities will stifle economic growth. The City of San Jose will coordinate with other City departments to ensure that housing is provided in key transit and employment areas in order to facilitate job growth and complete communities.

Page 128 – A new paragraph was added to the Community Participation section to indicate the public hearings held by the City of San José:

In addition to the four Consolidated Plan Workshops the City held four public hearings in the course of three months to obtain input on the Consolidated Plan, Annual Action Plan and Analysis of Impediments and held a public review period, as mandated by HUD, from March 22, 2010 through April 26, 2010

Page 129 – The following sentence was added to the end of the Commitments table:

Although Fiscal Year 2010-11 affordable housing production is expected to be lower than usual, as many as 9 projects with 877 units are expected to be completed in the following two years (2011-2013).

Page 140 – Transitional and Permanent Housing section - A paragraph was added to indicate how the CDBG program assists in this area:

In addition to funding construction and rehabilitation projects, the City uses CDBG funds to supplement programs that provide stabilization services such as shelter, food, clothing, and counseling services, and services specifically addressing the needs of seniors, disabled, youth and children to emphasize a continuum of care to prevent “at-risk” individuals and families from becoming homeless and to assist employable individuals and families who have become homeless. Detailed information about these programs is included in the “Community Development Block Grant Programs” section of this Plan. The following identifies the specific programs targeted to homeless and special needs populations:

- Emergency Domestic Violence Shelter Programs - CDBG supports two domestic violence shelter programs (Shelter Next Door and HomeSafe Solutions).*
- Homeless Support Services - CDBG funds two programs providing support services for homeless populations (Tech SCC Tools for Ending Chronic Homelessness and San José H.O.M.E.S).*
- Homeless Prevention Services - CDBG supports one program to prevent homelessness (Family Self-Sufficiency Program)*

CDBG funds are also targeted to services for persons with disabilities, including support for affordable housing. Funding priority is given to services that stabilize individuals and families and enhance independence, education, advocacy, recreation, transportation and community accessibility.

Senior services addressing the most critical needs include respite/day care, information/referral, language services, and legal assistance. Urgent services targeted for seniors include case management, care coordination, senior centers, recreation/socialization services and transportation.

Page 155 –Community Development Improvements section – The following language was added:

The City’s Economic Development Strategy, a vision for San José’s economic future that seeks to improve economic opportunity and quality of life for residents, was adopted by the San José City Council in November 2003. Among the fifteen Strategic Initiatives specifically relevant to the development of jobs are:

- Support Start-Up and Growth of Local Businesses, Small and Large, in Tech as well as Non-tech Fields.*
- Diversify San Jose’s Economic Base and Preserve/Create Middle-Income Jobs*
- Prepare Residents to participate in the Region’s Economic Opportunity, from K-12 to Lifelong Learning*

The goal of the strategy is to ensure that every aspect of the community prospers, and the components of this strategy span every aspect of the City’s policy, programming and

budgetary decisions. This not only enhances the City's Anti-Poverty Strategy, it also contributes to our overall Community Development Strategy.

Suggested edits and corrections to the Draft Five Year Consolidated Plan FY 2010–2015 and the Annual Action Plan FY 2010-2011(Consolidated Plan)

Page 67 –Public Housing section – The second line of first paragraph was modified to read as follows, per input from the Housing Authority of Santa Clara County:

HACSC also administers the rental assistance program for the City of San José Housing Authority through an agreement between both agencies.

Pages 92,99 –Economic Development section – The unemployment rate was updated with more recent data from Employment Development Department (EDD):

12.1% in Santa Clara County and 13.2% in California for January 2010.

Page 106 to 112 – Tables 5.1 – 5.4 (HUD Tables 1B, 1C, 2A and 2C) were completed. A new table on Priority Housing Needs was added.

Table 5.1 (HUD Table 1B): Special Needs (Non-Homeless) Populations

Special Needs Sub-Population	Priority Need Level (a)	Unmet Need	Dollars to Address Unmet Need (k)	Goals (l)
Elderly	High	13,950 (b)		
Frail Elderly	Medium	1,720 (c)		
Severe Mental Illness	High	5,260 (d)	\$1,500,000/ annually	house 100 chronically homeless households with severe mental illness
Developmentally Disabled	Medium	5,150 (e)		
Physically Disabled	Medium	7,170 (f)		
Persons w/ Alcohol/Other Drug Addiction	High	5,420 (g)		
Persons with HIV/AIDS	Medium	280 (h)	\$1,100,250	381/individuals annually
Victims of Domestic Violence	Medium	0 (i)	\$27,000 FY 2010/11	Provide shelter, food and case management to 230 unduplicated clients
Large Households	Medium	41,400 (j)		

Notes:

(a) Based on historic need in jurisdiction and input from Consolidated Plan Workshops.

(b) Based on estimated number of elderly households with a housing problem in jurisdiction, according to data from 2000 Census and 2009 Caritas.

Excludes frail elderly.

(c) Based on same methodology as (b), multiplied by % of County seniors with self-care disability, per 2000 Census.

(d) Based on estimated adult local residents that are low-income with a housing problem, multiplied by % of adult population with severe mental illness, per 2000 Census and National Institute of Mental Health.

(e) Based on estimated adult local residents that are low-income with a housing problem, multiplied by % of County adult population with mental disability, per 2000 Census.

(f) Based on estimated adult local residents that are low-income with a housing problem, multiplied by % of County adult population with physical disability, per 2000 Census. Excludes frail elderly.

(g) Based on local share of countywide admissions to treatment facilities in 2008.

(h) Based on estimated adult local residents that are low-income with a housing problem, multiplied by % of County residents living with HIV/AIDS, per 2000 Census and CA Dept. of Health Services.

(i) From previous Consolidated Plan.

(j) Based on estimated number of large households with a housing problem in jurisdiction, according to data from 2000 Census and 2009 Caritas.

Source: US Census, CHAS Datasets, 2000; Caritas, 2009; CA Dept of Health Services, 2009; National Institute of Mental Health, 1993; Santa Clara County Department of Drug and Alcohol Services; BAE, 2009.

Table 5.2 (HUD Table 1C): Summary of Specific Housing/Community Development Objectives, San José

	Unmet Need	Performance Measure	Production Goal
Homeless Individuals			
Emergency Shelter	0	Beds/Units	0
Transitional Housing	18	Beds/Units	0
Permanent Supportive Housing	1,585	Beds/Units	3
Homeless Families with Children			
Emergency Shelter	0	Beds/Units	0
Transitional Housing	88	Beds/Units	0
Permanent Supportive Housing	0	Beds/Units	0
Homeless Special Needs			
Chronically Homeless	1,396	Beds/Units	0
Seriously Mentally Ill	210	Beds/Units	11
Chronic Substance Abuse	253	Beds/Units	0
Veterans	145	Beds/Units	0
Persons with HIV/AIDS	3	Beds/Units	0
Victims of Domestic Violence	77	Beds/Units	0
Unaccompanied Youth (Under 18)	9	Beds/Units	0

Sources: 2009 Homeless Census and Survey, Applied Survey Research, January 2009;
2009 Santa Clara County Continuum of Care Application; BAE, 2009.

Table 5.3 (HUD Table 2A): Priority Housing Needs/Investment Plan

TABLE 2A - PRIORITY HOUSING ACTIVITIES

Priority Housing Needs – Households	Income Levels (# of Households)	Priority Need Level – High, Medium, and Low	Unmet Need based on Cost Burden	5 – Year Goal 2010-2015	Actual 2010- Present	1-Year Goal 2010-2011
Small Related Renters (0-80%) - 20,974 (2-4 persons)	0-30%MFI (7,470)	H	6,125	70		35
	31-50%MFI (7,365)	H	5,523	47		47
	51-80%MFI (6,139)	M	2,701	150		0
Large Related Renters (0-80%) – 12,968 (5+ persons)	0-30%MFI (4,600)	H	3,956	9		9
	31-50%MFI (4,715)	H	2,923	25		25
	51-80%MFI (3,653)	M	876	0		0
Elderly Renters (0-80%) – 8,182	0-30%MFI (5,659)	H	3,723	0		0
	31-50%MFI (1,685)	H	1,078	0		0
	51-80%MFI (838)	M	444	0		0
Other Renter Households (12,533)	0-30%MFI (4,955)	H	3,518	344		75
	31-50%MFI (3,454)	H	2,798	0		0
	51-80%MFI (4,124)	M	2,557	0		0
Total Owner Households (0-80%) (38,411)	0-30% MFI (10,755)	H	7,528	509		105
	31-50% MFI (12,489)	H	7,118	508		105
	51-80%MFI (15,167)	M	8,190	611		129
Total			59,058	2,273	0	530

Table 2A: Priority Housing Needs

	5-Yr	Year 1	Year 2	Year 3	Year 4	Year 5
	Goal	Goal	Goal	Goal	Goal	Goal
FEDERAL FUNDING						
CDBG						
Acquisition of existing rental units	0					
Production of new rental units	0					
Rehabilitation of existing rental units	0					
Rental assistance	0					
Acquisition of existing owner units	0					
Production of new owner units	0					
Rehabilitation of existing owner units	1000	200	200	200	200	200
Homeownership assistance	0					
HOME						
Acquisition of existing rental units	0					
Production of new rental units	30	6	6	6	6	6
Rehabilitation of existing rental units	0					
Rental assistance (TBRA)	485	85	100	100	100	100
Acquisition of existing owner units	0					
Production of new owner units	0					
Rehabilitation of existing owner units	0					
Homeownership assistance (Welcome HOME)	300	60	60	60	60	60
HOPWA						
Rental assistance (unduplicated h.holds)	150	30	30	30	30	30
Short term rent/mortgage utility payments	0					
Facility based housing development	0					
Facility based housing operations	0					
Supportive services (unduplicated h.holds)	175	35	35	35	35	35
ESG						
Rental assistance						
Short term rent/mortgage utility payments						
Facility based housing development						
Facility based housing operations						
Supportive services (h.holds)	30,000	6000	6000	6000	6000	6000
NON-FEDERAL FUNDING						
PROJECT DEVELOPMENT						
Production of new rental units	99	99	0	0	0	0
Rehabilitation of existing rental units						
Production of new owner units						
Rehabilitation of existing owner units						
HOMEOWNERSHIP ASSISTANCE						
2nd Mortgage Assistance (THP, BEGIN)	55	15	10	10	10	10
Inclusionary Program (Ownership+Rental)	152	2	0	0	50	100
Other Assistance (counseling)	2285	417	435	457	476	500
REHABILITATION PROGRAM						
Rehabilitation of existing rental units		16	0	0	0	0
Rehabilitation of existing owner units	1271	262	262	249	249	249

Table 5.5 (HUD Table 2C)

	Source of	Performance	Performance
	Funds	Measure	Goal
Goal #1: Affordable housing for lower-income and special needs households			
Action 1A.1. Financial and technical assistance for affordable rental housing			
Production Goals	HOME, 20%	# units committed	129
Inclusionary Goals	n/a	# LI units with recorded restrictions	150
Action 1B.1. Direct financial assistance to help lower-income households purchase homes (includes inclusionary)			
	HOME	# non duplicated LI homebuyers assisted	357
Action 1B.2. Financial literacy and homebuyer education programs			
	NHSSV	# LI households participating in classes and counseling sessions	2,285
Action 1C.1. Rehabilitation assistance for lower-income homeowners including mobilehome owners			
	CalHOME, 20%, CDBG	# homeowners assisted	1,271
Action 1C.2. Rehabilitation assistance for lower-income homeowners thro CDBG program			
	CDBG	# homeowners assisted	1000
Action 1C.3 Pursue funding opportunities for infrastructure improvements in low-income mobilehome parks			
	n/a	n/a	
Action 1D.1. Affordable housing for seniors, disabled individuals, large families			
Production Goals (subset of 1.A.1)	HOME, 20%	# units committed	29
Rehab Goals (subset of 1.C.1)	CDBG, 20%	# homeowners assisted	254
Action 1D.2. Pursue funding opportunities to improve condition of housing stock for low-income renters			
	n/a	n/a	
Goal #2: Activities to end homelessness			
Action 2A.1. TBRA assistance to chronically homeless			
	HOME	# unuplicated households	285
Action 2A.2. Short-term emergency shelter			
	ESG	# individuals assisted	6,000
Action 2A.3. Emergency rental assistance programs			
	ESG, HOPWA, HTF, HPRP	# individuals assisted	2,000
Action 2A.4. Programs that provide vital services to homeless individuals			
Homeless Services	ESG	# individuals assisted	30,000
CDBG	CDBG	# individuals assisted	16,000
Action 2A.5. Support Destination:Home			
	n/a	n/a	
Action 2A.6. Seek additional funding for countywide efforts to end homelessness			
	n/a	n/a	
Action 2A.7. Seek additional funding for housing and services for recently emancipated youth			
	n/a	n/a	
Goal #3: Activities that provide services, eliminate blight, and/or strengthen neighborhoods			
Action 3A.1. Assist lower-income residents with basic/essential services			
Homeless Services	ESG, HOPWA,	# individuals assisted	30,000

	HPRP		
CDBG	CDBG	# individuals assisted	44,000
Action 3A.2. Assist lower-income residents maintain self-sufficiency			
Homeless Services	ESG, HOPWA, HPRP	# individuals assisted	
CDBG	CDBG	# individuals assisted	27,000
Action 3A.3. Assist lower-income residents access healthcare	CDBG	# individuals assisted	22,000
Action 3A.4 Assist lower-income residents access legal services	CDBG	# individuals assisted	7,000
Action 3B.1. Remove public accessibility barriers	CDBG	# individuals assisted in low-mod areas	
Action 3B.2. Physical improvements and rehabilitation of public facilities	CDBG	# individuals assisted in low-mod areas	25,000
Action 3B.2. Code enforcement activities that eliminate blight and strengthen neighborhoods	CDBG	# households / businesses / inspections	11,000
Action 3C.1. Inspection of affordable housing for lead-based paint	NSP, first-time homebuyers program	# properties inspected	1,215
Action 3C.2. Seek funding opportunities to mitigate lead hazards	n/a	n/a	
Action 3D.1. Purchase of foreclosed properties and subsequent rehab and resale as affordable units	NSP	# units assisted	90
Action 3D.2. Provide support to the City's ForeclosureHelp Initiative	NSP	n/a	
Action 3D.3. Provide support to the Don't Borrow Trouble campaign	NSP	n/a	
Action 3D.4. Research best practices and policies to respond to foreclosure crisis	n/a	n/a	
Goal #4: Economic opportunities for low-income households			
Action 4A.1. Funding for local employment development and workforce training	CDBG	# jobs created	250
Action 4A.2. Small business development, job training	CDBG	# individuals assisted	3,000
Goal #5: Promote Fair Housing Choice			
Action 5.A.1. Ongoing education and outreach regarding fair housing	n/a	n/a	process improvements
Action 5.A.2. Fair housing testing in local apartment complexes	n/a	n/a	process improvements
Action 5.B.1. Ensure local ordinances are in compliance with State and Federal fair housing laws	n/a	n/a	process improvements
Action 5.B.2. ensure zoning ordinances have procedures for reasonable accomodation requests	n/a	n/a	process improvements
Action 5.B.3. Lanugage assistance for limited english speaking residents	n/a	n/a	process improvements
Action 5.B.4. Update local analysis of impediments	n/a	n/a	process improvements
Goal # 6: Environmental sustainability			

Action 6A.1. Energy efficiency in multi-family new homes		# units monitored - meeting build-it-green standards	946
Action 6A.2. Direct investments in energy efficient owner-occupied housing			
Rehabilitated homes		# units meeting build-it-green standards	250
Inclusionary / Homebuyer assistance		# new construction green homes purchased by LI homebuyers	35
Action 6A.3. CDBG sponsored energy efficiency improvements	CDBG	# energy efficiency improvements	1,600

Page 113 – The HOME grant amount changed from \$4,694,689 to \$4,664,977 to reflect the new HUD allocation. The change in grant amount subsequently decreased to \$233,249, or 5% of the grant, the amount that the City can use to support the general operating costs for Community Housing Development Organizations’ (CHDO) development of future HOME-assisted housing projects. The amount the City anticipates utilizing to help cover the costs of administering the HOME program changed to \$466,497, or 10% of the grant amount.

Page 115 – The HOPWA grant amount was changed from \$796,000 to \$871,489 to reflect the new HUD allocation. The amount of funding the City anticipates distributing to outside organizations changed from \$880,250 to \$772,000, while the funding available for the City’s administrative costs increased to \$26,150 or 3% of the total grant allocation.

Page 116 – The ESG grant amount changed from \$442,619 to \$442,295.

Pages 116,148 – CDBG funding allocation amounts have been changed to reflect the new 2010-11 HUD funding from \$11,674,637 to \$11,746,115.

Page 117 – The data on Homeless Prevention and Re-Housing Program (HPRP) was moved from the last paragraph of the ESG section on page 116 to a separate paragraph before the paragraph on HERA on page 117.

Page 118 – BEDI/ Section 108 section - The last line in the second paragraph was modified to show that the public parking facility at the Block 3 site became available in August 2009.

Page 119 –FMC /Section 108 Loan – The following changes were made to the first paragraph:

- First line – added “in 2005” at the end.
- The fifth line has been replaced with this line - *The 75 acres is intended, in the long term, to accommodate 1.5 million square feet of office space, 75,000 square feet of retail stores and hotel development that will each support the Airport and the City's overall revenue position.*

- The eighth line as been replaced with this line - *A 16 acre portion of the site has been designated for a sports facility and fields. Alternative collateral has bee identified.*

The second paragraph was replaced with the following:

Much progress has been made on the project in the last few years. In summer 2009, improvements to Terminal A and the first phase of the new Terminal B concourse were completed. The opening of additional restaurants and shops added more jobs and this expansion creates better utilization of Airport facilities for the growth of new and existing airlines and associated airline support services. The completion of Terminal B is slated for July 2010.

Page 125 – The table has been modified to reflect the new 2010-2011 HUD allocations: CDBG – \$10,896,115; HOME – \$4,664,977, ESG – \$442,295, HOPWA – \$871,489 for a total of \$16,874,876. The original funding total was \$16,806,775. The grand total of non-City funds was changed from \$119,177,505 to \$119,245,606.

Page 131 – Other funding sources for rental housing development – The second to last sentence was replaced by the following:

A large portion of the \$40 million of the City’s estimated 20% Funds for the upcoming Fiscal Year 2010-2011 will be targeted to help pay debt service on bonds secured by the 20% tax increment

Page 135 – HOPWA section - the amount of funding available for the City’s administrative costs was changed from \$24,750 to \$16,145.

Page 148 – The CDBG funding table has been replaced with the following table:

2010 Entitlement	\$10,896,115
Program Income	\$700,000
Subtotal	\$11,596,115
Public Service (15%)	\$1,739,417
Administration, Fair Housing, Planning (20%)	\$2,319,223
Subtotal Remaining	\$7,537,475
Fund Balance (Reserve)	\$154,000
CDI	\$7,687,475
Total Budget	\$11,750,115,

Pages 152, 154 – The funding for the self-sufficiency category changed from \$644,870 to \$655,591. The Community Technology Alliance was allocated the additional funding increasing the agency’s funding from \$64,238 to \$74,959.

Page 155 – Fair Housing Administration and Planning Table - The funding for the CDBG Administration and Monitoring program changed from \$1,729,927 to \$1,744,223, changing the total of the Fair Housing Administration and Planning Table from \$2,304,927 to \$2,319,223. Also, activity descriptions were added to the 2 line items – Database project and Non profit platform line items.

Page 156 – The funding for the PBCE code enforcement program was increased from \$1,903,772 to \$1,954,233, changing the total for Community Development Improvements from \$5,257,040 to \$5,307,501.

Page 164, 167, 168 – Table 6.1 was combined with Table 6.3, after consultation with the Housing and Urban Development (HUD) office in San Francisco.

Page 166 – Table 6.2 was updated with information from staff