

**Amendment 2 to Resolution 31957**

**Select Budget Committee**

**Sponsor: Councilmember Mosqueda**

Amendatory language shown in track changes ~~track changes~~

Amend Section 1, page 4, line 12; page 6, line 7 to RES 31957 as follows:

Section 1. Proceeds from the new payroll tax imposed by the ordinance introduced as CB 119810 may only be used for investments in the spending categories established in the ordinance introduced as CB 119811 and as further described in this resolution and summarized in Attachment 1 to this resolution.

\* \* \*

B. In all subsequent years, the proceeds from the payroll tax will be allocated as described in an implementation plan required by the ordinance introduced as CB 119811, with the first plan adopted in 2021 for spending in years 2022 and 2023. The intent is to allocate funding as follows:

\* \* \*

2. Housing and services. Sixty percent of the proceeds may be used as follows:

\* \* \*

b. Ten percent of the funds for housing and services may be used for a community focused acquisition, development, and program support fund to affirmatively further fair housing and to address past discriminatory policies and practices, such as redlining, restrictive racial covenants, and other discriminatory practices that have resulted in certain populations and neighborhoods prospering at the expense of others. The Office of Housing is expected to administer this fund in consultation with the Office of Planning and Community

Development's Equitable Development Initiative (EDI) team, including seeking input from the permanent EDI advisory committee.

\* \* \*

3. Equitable Development Initiative. Nine percent of the proceeds may be used to support the Equitable Development Initiative (EDI). Funding may be used to support community-initiated equitable development projects that advance economic mobility and opportunity, prevent residential, commercial, and cultural displacement, build on local cultural assets, promote transportation mobility and connectivity, develop healthy and safe neighborhoods, and enable equitable access to all neighborhoods. Funds would be appropriated to the Office of Planning and Community Development and allocated through the EDI's existing established funding process for awarding EDI grants. This funding may be used to support both the non-housing and affordable housing components of EDI projects; this shall include funding to support community capacity development, real estate development, and other EDI grant categories. Investments in EDI projects that include an affordable housing component will be prioritized. In addition, criteria for distribution of this funding (or EDI funds) should include prioritizing projects sponsored by organizations with diverse representation on their boards, i.e. includes board members who reflect the communities these projects will serve.

**Effect:** Adds language (1) stating expectation that the Office of Housing will involve the Office of Planning and Community Development's EDI staff team and input from the permanent EDI advisory committee in the administration of the new community fund; and (2) to allow additional criteria for allocation of EDI funds to include prioritizing projects sponsored by organizations with diverse community representation on their boards.