

**Walk-on Am 6A to Resolution 31957**

**Select Budget Committee**

**Sponsor: Councilmembers González, Herbold, and Morales**

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

Amend Section 1, page 4, line 7 RES 31957 as follows:

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:

a. Ninety percent of the funds for housing and services may be used for

(1) capital costs associated with the construction or acquisition of rental housing serving households with incomes at or below 30 percent of area median income (AMI), but may be used to support housing serving households with incomes at or below 60 percent of AMI, when required to support the operational costs of a proposed housing project. Such housing shall include, but is not limited to, housing serving people with disabilities, the elderly, low-wage working people, homeless individuals and families, and families with children; (2) operating and services costs of rental housing serving households with incomes at or below 30 percent of AMI; and (3) associated infrastructure to support the ongoing operations costs for the housing, such as maintenance, retrofitting, and energy efficient upgrades to support the housing. In addition, the Council requests that the Executive works with organizations representing renters and those representing landlords to determine the need for a new rental assistance program. This should include considering programs designed to: help those most in need, that reduce the application burden on tenants, that preserves the tenancy for the long-term and prevents evictions, that preserves naturally occurring, quality, affordable housing, and examines the role that smaller landlords may play in providing safe, affordable housing. A recommendation for such a program, including a cost/benefit analysis of investing in rental assistance and appropriate cap on the amount of rental assistance allowed from the underlying fund source, should be included in the

implementation plan submitted to the Council in 2021, as required by the ordinance introduced as CB 119811; and

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.

\* \* \*

**Effect:** This amendment would require that the Executive considers the development of a new rental assistance program and allows for this program to be funded with the payroll tax revenues allocated to support investments in housing and services.