

RESOLUTION NO. 2006-268

Adopted by the Sacramento City Council

April 18, 2006

HOUSING TRUST FUND NEXUS STUDY (M05-007)

BACKGROUND

- A. The cost of housing has risen dramatically over the last few years in Sacramento as well as throughout California, particularly for low-income workers;
- B. Providing safe and affordable housing for Sacramento workers and residents is an important goal of the City, identified in the City's Strategic Plan;
- C. In order to address this issue, City Council on December 7, 2004, approved a two-step increase to the Housing Trust Fund fee levels that increased fees by 81.3 percent over prior fee levels and approved an automatic annual increase in the fee based on changes to the construction cost index; and
- D. In addition, Council directed staff to begin the update of the City's Housing Element early in order to develop a citywide affordable housing strategy, to assess the effectiveness of City programs, and to address the housing needs of low-income households in a comprehensive manner.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. City staff will make minor technical fixes to the Housing Trust Fund ordinance and will return to Council within six months to present those changes;
- Section 2. City staff will evaluate the Housing Trust Fund program in the context of the City's Housing Element and make changes to the program as part of an overall City affordable housing strategy;
- Section 3. The City will work with housing advocates, the Downtown Partnership, and the development community prior to any changes in the structure of the fee program or any increases in the fee levels;
- Section 4. City staff will work with SACOG, Sacramento County, and other local jurisdictions to share the results of the Housing Trust Fund nexus study and to encourage increases in their housing trust fund fee levels commensurate with recent City increases; and
- Section 5. In conjunction with SACOG and member jurisdictions, research the development of a region-wide housing trust fund program.

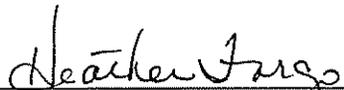
Adopted by the City of Sacramento City Council on April 18, 2006 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy,
Tretheway, Waters, and Mayor Fargo.

Noes: None.

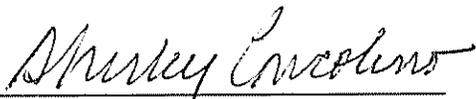
Abstain: None.

Absent: None.



Mayor Heather Fargo

Attest:



Shirley Concolino, City Clerk