



DEPARTMENT OF
HOMELESSNESS AND
SUPPORTIVE HOUSING

FY2024-25 & FY2025-26 Our City, Our Home Budget

Our City, Our Home Oversight Committee | June 7, 2024





DEPARTMENT OF
HOMELESSNESS AND
SUPPORTIVE HOUSING

Our City, Our Home Fund Mayor's Proposed Budget

Total HSH OCOH Spending Plan

| | Budget Cycle | | Out Years | |
|--|--------------|---------|-----------|---------|
| | FY24-25 | FY25-26 | FY26-27 | FY27-28 |
| TOTAL USES | 372.71 | 308.34 | 255.75 | 252.61 |
| Sources: Budgeted Revenue | 203.05 | 207.51 | 204.99 | 209.33 |
| Sources: Budgeted Fund Balance | 137.23 | 34.56 | | |
| Sources: Budgeted Interest | 22.08 | 16.83 | | |
| TOTAL BUDGETED SOURCES | 362.36 | 258.90 | 204.99 | 209.33 |
| STRUCTURAL SURPLUS / (SHORTFALL) (Total Budgeted Sources - Total Uses) | (10.36) | (51.39) | (50.76) | (43.28) |
| OTHER SOURCES: Projected Prior Year Carryforward | 42.09 | 31.73 | | |
| PROJECTED YEAR-END SURPLUS / (SHORTFALL) (Total Sources - Total Uses) | 31.73 | (17.70) | (50.76) | (43.28) |

*Dollar amounts in millions

Mayor's Revisions to Our City, Our Home Fund Budget Proposal

- Invests **\$47.2 million** in OCOH funding towards Mayor's **Safer Families** proposal
 - Funding includes a one-time reallocation of accrued OCOH interest revenue, requiring legislative approval:
 - **Reallocates \$13.7 million** in OCOH interest revenue for housing and emergency shelter for families with children.
 - Suspends **12% cap on short-term rental subsidies** for two budget cycles.
- Allocates **\$32.5 million** in OCOH TAY Housing funding towards expansion in rapid rehousing, flex pool housing, and a new site for young adults.
- **Maintains existing programs** in General Housing and Homelessness Prevention. Adjusted budget for updated costs.
- **FY25-26 funding gap** in General Housing remains.
- Due to revenue volatility, places a portion of OCOH expenditures on reserve equal to improved revenue forecast. No impacts to implementation timelines or service delivery.

FY24-26 Investments in Families

| Program | Details | Investment Level |
|---|--|------------------|
| Rapid Re-housing Subsidies | <ul style="list-style-type: none"> 130 two to five-year rapid rehousing subsidies for families | \$23.8 million |
| Rapid Re-housing Subsidies for TAY-headed families | <ul style="list-style-type: none"> 50 two to five-year Rapid Rehousing Subsidies for TAY-headed families | \$9.9 million |
| Shallow Rental Subsidies | <ul style="list-style-type: none"> 35 two to five-year shallow rental subsidies for families | \$4.8 million |
| New Urgent Accommodation Vouchers | <ul style="list-style-type: none"> 80 urgent accommodation vouchers (hotel vouchers) for families, expected to serve 500 families over 18 months (an additional \$2.9 m in General Fund support budgeted) | \$8.7 million |

*Investment totals for these programs include allocated costs

Family Housing

*Dollar amounts in millions

| | Budget Cycle | | Out Years | |
|--|--------------|--------------|--------------|--------------|
| | FY24-25 | FY25-26 | FY26-27 | FY27-28 |
| TOTAL USES | 63.80 | 42.98 | 36.19 | 36.92 |
| Sources: Budgeted Revenue | 33.84 | 34.58 | 34.16 | 34.89 |
| Sources: Budgeted Fund Balance | 28.43 | 5.59 | | |
| Sources: Budgeted Interest | 1.54 | 2.81 | | |
| TOTAL BUDGETED SOURCES | 63.80 | 42.98 | 36.19 | 36.92 |
| STRUCTURAL SURPLUS / (SHORTFALL) (Total Budgeted Sources - Total Uses) | - | - | (2.03) | (2.03) |

New subsidies for families are funded with one-time interest revenue and Family Housing fund balance allocated in the FY24-25 budget (part of Mayor’s Safer Families proposal)

- 130 rapid rehousing subsidies
- 35 shallow subsidies for families
- Funds for TAY-headed families budgeted in Under 30 Housing

Family Proposal - Comparison

| OCOH Committee Recommendation | HSH Budget Proposal | Mayor's Budget Proposal |
|---|---|---|
| \$26 million one-time | \$20 million one-time | \$47.2 million one-time |
| <ul style="list-style-type: none"> • \$25 million for 125 Family Rapid Rehousing Subsidies <ul style="list-style-type: none"> • 100% of subsidies for 5-years • \$1 million for acquisition | <ul style="list-style-type: none"> • \$20 million for 85 Family Rapid Rehousing Subsidies <ul style="list-style-type: none"> • 100% of subsidies for 5-years | <ul style="list-style-type: none"> • \$23.8 million for 130 Rapid Rehousing Subsidies for Families (2-5 Years_ • \$4.8 million for 35 Shallow Subsidies for Families (2-5 Years_ • \$9.9 million one-time for 50 Rapid Rehousing subsidies for TAY-headed families (2-5 Years)* • \$8.7 million one-time for 80 emergency hotel vouchers for families** |

Across all 215 new subsidies for families, 100% are for 2-years, 50% are for 3-years, 40% are for 4-years, 25% are 5-years

* 50 TAY family RRH slots are funded in the TAY Housing OCOH category

** 80 emergency hotel vouchers for families are funded in the Shelter & Hygiene OCOH category. In total the HSH budget funds 115 emergency hotel vouchers for families (\$2.9 million for 35 vouchers is allocated in General Fund)

Shelter & Hygiene

*Dollar amounts in millions

| | Budget Cycle | | Out Years | |
|--|--------------|--------------|--------------|--------------|
| | FY24-25 | FY25-26 | FY26-27 | FY27-28 |
| TOTAL USES | 47.58 | 37.05 | 34.82 | 35.52 |
| Sources: Budgeted Revenue | 27.07 | 27.67 | 27.33 | 27.91 |
| Sources: Budgeted Fund Balance | 11.81 | 0.03 | | |
| Sources: Budgeted Interest | 8.70 | 2.24 | | |
| TOTAL BUDGETED SOURCES | 47.58 | 29.95 | 27.33 | 27.91 |
| STRUCTURAL SURPLUS / (SHORTFALL) (Total Budgeted Sources - Total Uses) | - | (7.11) | (7.49) | (7.61) |
| OTHER SOURCES: Projected Prior Year Carryforward | 7.11 | 7.11 | - | - |

New emergency shelter for families is funded with one-time interest revenue allocated to Shelter & Hygiene in FY24-25 budget (part of Mayor's Safer Families proposal)

- 80 emergency housing vouchers

NOTE: This budget assumes San Francisco receives the Encampment Resolution Funding Round 3 (ERF-3) state grant for District 10 Cabins/Vehicle program. Without ERF 3 grant, the year-end shortfall would climb to (\$1.7M) in FY24-25 and (\$10.8M) in FY25-26

FY24-26 Investments in Youth

| Program | Details | Investment Level |
|---|--|------------------|
| Rapid Re-housing Subsidies | <ul style="list-style-type: none"> • 160 two to three-year subsidies for young adults • 60 three-year subsidies for young adults exiting transitional housing • 15 three-year subsidies for young adults impacted by violence | \$24.5 million |
| Flex Pool/Housing Ladder Subsidies | <ul style="list-style-type: none"> • 50 new Flex Pool/Housing Ladder subsidies for young adults | \$3 million |
| New Acquisition | <ul style="list-style-type: none"> • Acquisition of a new housing site for justice involved young adults (Just Home Initiative) | \$5 million |

*Investment totals for these programs include allocated costs

Transitional Age Youth (Under 30) Housing

*Dollar amounts in millions

| | Budget Cycle | | Out Years | |
|--|--------------|--------------|--------------|--------------|
| | FY24-25 | FY25-26 | FY26-27 | FY27-28 |
| TOTAL USES | 85.67 | 34.67 | 29.12 | 27.85 |
| Sources: Budgeted Revenue | 27.07 | 27.67 | 27.33 | 27.91 |
| Sources: Budgeted Fund Balance | 58.59 | 4.75 | | |
| Sources: Budgeted Interest | - | 2.24 | | |
| TOTAL BUDGETED SOURCES | 85.67 | 34.67 | 27.33 | 27.91 |
| STRUCTURAL SURPLUS / (SHORTFALL) (Total Budgeted Sources - Total Uses) | - | - | (1.79) | 0.06 |

New one-time investments in young adults are funded with one-time TAY Housing fund balance budgeted in FY24-25 and FY25-26

- 160 rapid rehousing subsidies for young adults
- 60 rapid rehousing subsidies for young adults exiting transitional housing
- 15 rapid rehousing subsidies for young adults impacted by violence
- 50 rapid rehousing subsidies for TAY-headed families – part of Mayor’s Safer Families proposal
- Acquisition for new housing site for justice involved young adults

New ongoing investment in 50 TAY Flex Pool / Housing ladder slots is budgeted in FY24-25 and FY25-26

TAY Proposal – Comparison

| OCOH Committee Recommendation | HSH Budget Proposal | Mayor’s Budget Proposal |
|--|---|---|
| \$29.6 million | \$13.4 million | \$32.5 million |
| <ul style="list-style-type: none"> • \$8 million one-time for 60 Rapid Rehousing subsidies for TAY exiting transitional housing <ul style="list-style-type: none"> • 100% of subsidies for 3-years • \$2.7 million one-time for 15 Rapid Rehousing subsidies for TAY impacted by violence <ul style="list-style-type: none"> • 100% of subsidies for 3-years • \$3.7 million ongoing for 100 permanent flex pool subsidies for TAY • \$8.5 million for acquisition of a Permanent Supportive Housing site with capacity to serve 33 TAY clients • \$1.47 million ongoing for services at new TAY housing site | <ul style="list-style-type: none"> • \$4 million one-time for 60 TAY Rapid Rehousing subsidies for TAY exiting transitional housing <ul style="list-style-type: none"> • 100% of subsidies for 3-years • Additional \$4 million assumed in out years (FY27 and FY28) • \$1.4 million one-time for 15 TAY Rapid Rehousing subsidies for TAY impacted by violence <ul style="list-style-type: none"> • 100% of subsidies for 3-years • Additional \$1.35 million assumed in out years (FY27 and FY28) • \$1.5 million ongoing for 50 permanent flex pool subsidies for TAY <ul style="list-style-type: none"> • \$3 million in FY24-26 budget • \$5 million one-time for acquisition of housing site for justice-involved TAY | <ul style="list-style-type: none"> • No changes to 60 TAY Rapid Rehousing subsidies for TAY exiting transitional housing • No changes to 15 TAY Rapid Rehousing subsidies for TAY impacted by violence • Funding for 50 flex pool subsidies for TAY can also be used towards housing ladder, no change to the allocation • No changes to allocation for TAY acquisition • \$19.1 million one-time for 160 Rapid Rehousing subsidies for TAY <ul style="list-style-type: none"> • 100% of subsidies for 2-years, 50% of subsidies for 3-years |



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Questions?