



RESOLUTION NO. _____

OF THE BOARD OF SUPERVISORS OF THE COUNTY OF NEVADA

RESOLUTION AUTHORIZING COMMITMENT OF COUNTY GENERAL FUND AND AMERICAN RESCUE PLAN ACT (ARPA) FUNDS TO BE USED AS MATCHING FUNDS FOR A LOCAL HOUSING TRUST FUND APPLICATION, AMENDING THE ARPA FISCAL YEAR 2022/23 BUDGET, AMENDING THE FISCAL YEAR 2022/23 REGIONAL HOUSING PROJECTS BUDGET, AND AUTHORIZING THE AUDITOR CONTROLLER TO RELEASE ECONOMIC DEVELOPMENT INFRASTRUCTURE ASSIGNMENT IN THE GENERAL FUND (4/5 AFFIRMATIVE VOTE REQUIRED).

WHEREAS, in 2018, Proposition 1 was approved by California voters and created Health and Safety Code ("HSC") Sections 50842.1, 50842.2, 50843.5 and Section 540060, which granted the California Department of Housing and Community Development ("Department") authority to provide matching grants to Local Housing Trust Funds to create a funding source to be used by local jurisdictions to increase the supply of affordable housing; and

WHEREAS, on June 23, 2020, this Board approved Resolution 20-247 authorizing submittal of an application for Permanent Local Housing Allocation ("PLHA") funds; and

WHEREAS, on July 14, 2020, this Board approved Resolution 20-315 and adopted the local PLHA plan and directed the Health and Human Services Agency Director to submit the plan to the Department to secure award of PLHA Funding; and

WHEREAS, on July 14, 2020, this Board approved Resolution 20-316 authorizing a Memorandum of Understanding between Nevada County, Nevada City, and Grass Valley wherein both cities agreed to delegate their PLHA allocation to the County as administrator, and established the Western Nevada County Regional Housing Trust Fund ("WNCRHTF"); and

WHEREAS, on July 14, 2020, this Board approved Resolution 20-317 authorizing submission of an application to the Local Housing Trust Fund Grant ("LHTF") Program, certifying use of a future award of Local Housing Trust Funds in accordance with applicable state and federal statutes, rules, regulations, and laws regarding the LHTF Program, compliance with any and all contracts with the Department, complying with matching requirements under the LHTF award, and authorizing Nevada County to act as the Administrator of funds for eligible housing projects; and

WHEREAS, on March 11, 2021, the President of the United States signed into law the American Rescue Plan Act ("ARPA"), which included 363 billion in federal fiscal recovery aid to state and local governments (State and Local Aid), including \$65.1 billion direct aid to counties; and

WHEREAS, on April 27, 2021, the Board of Supervisors was presented with information and provided guidance on the county ARPA Expenditure Plan for local county funds anticipated to be received through ARPA; and

WHEREAS, on May 25, 2021, the Board of Supervisors passed and adopted Resolution 21-176, accepting the funding award from the APRA State and Local Aid program in the amount of \$19,376,239; the first tranche of funds in the amount of \$9,688,119.50 was received in July 2020 and the remaining \$9,688,119.50 was received on July 26, 2022. The deadline to obligate all funds is December 31, 2024; and

WHEREAS, on October 12, 2021, the Board of Supervisors established Fiscal Year 2021-22 budget to facilitate implementation of the remainder of the ARPA Expenditure Plan, as presented on April 27, 2021; and

WHEREAS, the Board of Supervisors has determined that various County budgets require the establishment of Fiscal Year 2022/23 ARPA Expenditure Plan budget; and

WHEREAS, the LHTF Grant Program application includes \$500,000 from the County general fund and \$500,000 from ARPA funds; and

WHEREAS, the City of Nevada City has authorized a \$10,000 allocation of its general fund to be used as matching funds within this 2023 LHTF application; and

WHEREAS, these uses identified in the LHTF eligible activities will further the Board objective to increase the supply of affordable housing in the County.

NOW, THEREFORE, BE IT HEREBY RESOLVED by the Board of Supervisors of the County of Nevada, State of California, accepts the allocation of \$10,000 from the City of Nevada City, approves the appropriation of ARPA funds in the amount of \$500,000 and approves the release of Economic Development Infrastructure assignment in the General Fund in the amount of \$500,000 and authorizes and directs the Auditor Controller to release fund balances and appropriate budget for the purpose of providing local matching funds for the 2023 LHTF application.

Expenditure: 1111-50609-451-0000 / 550700	\$500,000
0101-10206 -272-1000 / 550702	\$500,000
Revenue: 1632-50609-451-1010 / 474000	\$510,000
1632-50609-451-1010 / 474002	\$500,000