



San José Proposed Tenant Preferences to Fight Displacement

Public Meeting
August 31, 2023, 6 p.m.
Mayfair Community Center

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Agenda

- Welcome
- Introduction to presenters & staff
- ▲ Tenant Preferences background & purpose
- Overview of Tenant Preferences Draft Framework
- **●** Q&A
- Wrap up & next steps





Meeting Norms

- All participants will exhibit respect for each other and for the speakers
- Please keep side conversations to a minimum during the presentation
- Please raise your hand if you'd like to ask a question during the 'Question & Answer' portion of today's presentation



LAND ACKNOWLEDGEMENT

We, the City of San Jose Housing Department, acknowledge that San Jose sits on the ancestral lands of native people including the Muwekma Ohlone (mah-WEK-mah Oh-loh-nee) people and aboriginal homeland of the Thamien (Thah-mee-en) Nation. We recognize the resilience of native culture and community. Let us acknowledge with respect all indigenous peoples as they have stewarded this land throughout the generations and not forget the painful history of colonization. The Housing Department acknowledges this history as we work towards a more equitable and inclusive future.



Ohlone Dancers at Mission San Jose in 1806 (Langsdorff Expedition)



Tenant Preferences that Fight Displacement

- ▲ A portion of affordable apartments in certain housing properties will be reserved or prioritized for applicants eligible for preferences
- ▲ Lower-income applicants who qualify for preferences apply for affordable apartments
 - Should have a better chance of being accepted into an apartment due to the preference





Tenant Preferences

♠ Goals

- Prevent displacement of lower-income renters
- Provide appropriate selection of units (sizes and affordability levels)
- Allow residents to stay have housing choices and stay in San José
- Make best use of scarce publicly-funded affordable housing





Tenant Preferences: History

- ▲ A priority in the Community Report on Ending Displacement in San José
- Prioritized by community groups and stakeholders
- Included in the Housing Element 2023-2031 as required program work
- Informed by other cities' preferencesand fair housing law





Requirements to Approve Tenant Preferences

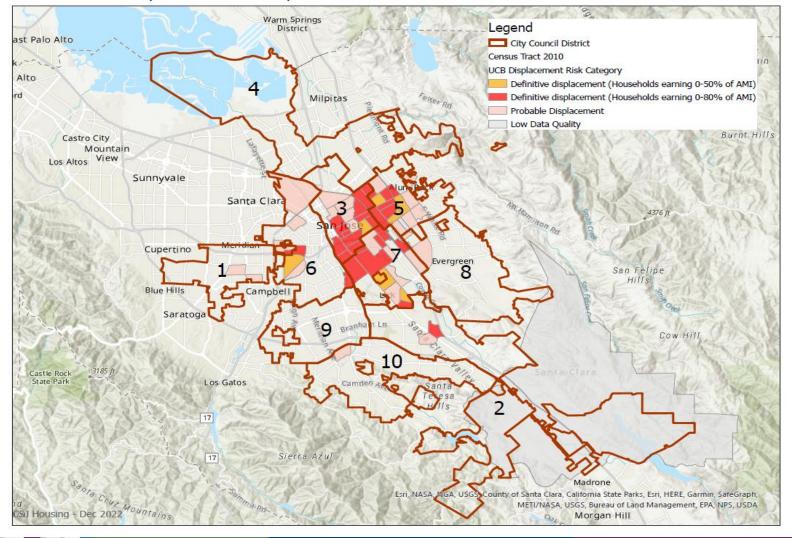
- Analysis conducted for Fair Housing requirements
 - Anti-Displacement: Race, Disability, Family Size, Women HOH,
 Veteran Status, Seniors (protected classes)
 - Neighborhood: 1-mile, 2-mile, Council District for all Races
- State Housing & Community Development (HCD) requirements & SB 649
 - State Senate Bill 649 (2021)
 - HCD: Approve tenant preferences proposals after reviewing analyses
- City Council approval





Displacement Tract Maps

UC Berkeley CA Estimated Displacement Risk Model - June 2022 - San José Census Tracts







Two Proposed Preferences to Fight Displacement

1. Citywide Anti-Displacement Tenant Preference

- Definition: Requires a portion of affordable apartments in subject properties be reserved/prioritized for applicants from definitive or probable displacement areas
- **Applicants**: Lower-income (≤80% AMI), currently living in Census tract categorized as having definitive or probable displacement
- Affordable properties: New and existing properties throughout San José







Two Proposed Preferences to Fight Displacement

2. Neighborhood Tenant Preference

- Definition: Requires a portion of affordable apartments in subject properties be reserved/prioritized for applicants who already live in the same City Council District of the property
- **Applicants**: Lower-income (≤80% AMI), currently living in same City Council district as subject property
- Affordable properties: New and existing properties in San José in same
 City Council district as preferenced applicant







Proposed Framework: Applicability

▲ Types of deals

- City-funded deals for new construction and acq/rehab
- Deals subject to negotiated agreements (e.g., Development Agreements)
- Existing City-funded affordable deals (worked in on a deal-by-deal basis)
- Does include senior housing
- Does <u>not</u> include restricted affordable units for special populations, or those not funded by City

♠ Phase-in

 All subject properties 'in process' by the effective date of the approved ordinance





Proposed Framework: Applicability

- Preferences apply to
 - Up to a total of 35% of all restricted affordable units otherwise available to the general public in a subject property
 - Limit of 15% of units for Neighborhood Preference
 - Remainder of the 35% of units for Anti-Displacement Preference
 - Disparate Impact Analysis results limit the preference applicability to 35% to ensure fair housing requirements are met
 - Analysis will be conducted periodically, and preference applicability will be updated accordingly





Proposed Framework: Implementation

▲ Housing Department would:

- Integrate preferences into online tenant application portal (Doorway): https://housing.sanjoseca.gov/listings
 - Explanation of preferences
 - Geocoding of Census tracts for both preferences
- Place preferences into new and modified properties' loan documents
- Create manual for property managers





Proposed Framework: Implementation

● Property managers would:

- Receive list of applicants
- Apply the tenant preferences to 35% of the general restricted units in the property
- Qualify applicants, including those eligible for one or both preferences
 - Income eligibility
 - Applicant's current address in displacement Census tract and/or same
 Council District as the property





Proposed Framework: Implementation

▲ A San José resident would:

- Apply for a specific property that is accepting applications
 - On Doorway tenant portal (English, Spanish, Vietnamese, and Chinese)
 - Paper application
- Provide their current residential address, household size, and income with evidence
- Read about the tenant preferences they qualify for and automatically be selected for those preferences
 - Or opt-out of the tenant preferences they qualify for, if they choose
 - Applicants qualifying for both preferences would be placed higher on the priority list
- Be placed on property managers' qualified tenant preferences list(s)



Proposed Framework: Engagement & Education

- Create materials for community distribution
 - ▲ Audience: community partners
 - Target locations: public sites (libraries, City buildings), affordable housing sites
- Hold information sessions with property managers postadoption
- Make community presentations at or near new affordable sites





Next Steps

- - Hold public meetings in August
 - Make presentations to stakeholders
 - Revise framework based on feedback
- September December 2023: Present to public bodies
 - Housing and Community Development Commission: 9/14/2023
 - Community and Economic Development Committee: 10/23/2023
 - City Council
- December 2023: Integrate tenant preferences into online
 affordable housing portal (Doorway)



Discussion & Q&A

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Thank You!

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Tenant Preferences Webpage: https://bit.ly/tenantpreferences
Sign-up for emails: https://bit.ly/SJHousingEmails