

**CITY OF SAN JOSE
AFFORDABLE HOUSING INVESTMENT PRIORITIES**

#1: Align funding with Measure A funded developments

The City will seek funding opportunities to contribute to County Measure A funded developments for the purpose of providing apartments which would serve the extremely, very low-, and low-income households. This will enable Measure A developments to house residents with a range of incomes and populations.

#2: Increase housing for homeless residents

The City will make significant progress in investing in permanent supportive housing to address the needs of our homeless residents by working with both the County and the Housing Authority.

#3: Limit funding to Siting Policy Guidelines

Funding is limited to the siting policy categories as outlined below to maximize the impact of the limited funds available.

Category 1:	Category 2	Category 3
\$150,000 per 60% AMI unit or below	\$125,000 per 60% AMI unit or below	\$100,000 per 60% AMI unit or below
<i>80% AMI units will be awarded a maximum of \$50,000 per unit regardless of siting policy category.</i>		

#4: Fund developments that can utilize cost saving construction techniques

The City will prioritize developments that use cost saving construction techniques, such as modular housing to provide affordable apartments at a cost that is less than the \$125,000 per unit subsidy.

#5: Prioritize developments leveraging the Affordable Housing and Sustainable Communities Grant Program

The City will prioritize developments that leverage public funding by applying for grants from the State’s Affordable Housing and Sustainable Communities (AHSC) Program. AHSC grants can fund both affordable housing and infrastructure for the City.

#6: Fund acquisition/rehabilitation of existing apartments

The City will set aside \$10 million for acquisition/rehabilitation of market-rate housing. An affordability restriction will be placed on the property, creating new affordable housing.

#7: Provide minimum funding for Extremely Low-Income (ELI) housing

The City Council set a minimum of 45% of total funds be used to fund extremely low-income (ELI) homes.

#8: Placed-Based Strategy

While work proceeds on the Affordable Housing Siting Policy, upcoming funding for affordable housing will be directed to growth areas throughout the City including North San Jose, Diridon Station Area, Downtown, West San Carlos Urban Village, Berryessa Bay Area Rapid Transit (BART) Urban Village and the Blossom Hill/Snell Avenue Urban Village.