

RESOLUTION 2026-0068

Adopted by the Sacramento City Council

March 17, 2026

Authorization to Apply for and Receive State Prohousing Incentive Program Funds – Round 4

BACKGROUND

- A. Pursuant to California Health and Safety Code section 50470(b)(2)(C), a portion of the State of California’s (“State”) Building Homes and Jobs Trust Fund is allocated towards incentive programs, including those promoting affordable housing. The California Department of Housing and Community Development (“HCD”) administers the Prohousing Incentive Program (“PIP”), which is funded by the Building Homes and Jobs Trust Fund. The PIP is designed to create and conserve affordable housing by awarding PIP funds to eligible jurisdictions with a “Prohousing Designation.”
- B. A jurisdiction can be given the “Prohousing Designation” by HCD if the jurisdiction implements certain local policies that remove obstacles to new housing to increase housing affordability. The City was given the “Prohousing Designation” by HCD in 2022 due to its advancement of policy actions to remove barriers for affordable housing production and promoting infill development that reduces negative climate change impacts. The City submitted an application to HCD to renew its Prohousing Designation on October 3, 2025 and is currently awaiting approval of this application.
- C. HCD released a Notice of Funding Availability (“NOFA”) on September 30, 2025 for PIP Round 4, which will award approximately \$8 million to jurisdictions with a Prohousing Designation. HCD also released “Guidelines” in September 2025 for implementing the PIP.
- D. The City’s Housing Manager desires to submit a PIP grant application package (“Application”) to HCD seeking \$1.5 million in State funding, on the forms provided by HCD, for PIP Round 4 grant funding based on eligible planning and implementation activities of the City related to housing and community development. HCD requires that a City Council resolution be included in the City’s application package.

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

SECTION 1.

The City Manager or designee is hereby authorized to submit an Application to HCD in response to the NOFA for PIP Round 4, seeking grant funding in the amount of \$1.5 million.

SECTION 2.

If the City's PIP Round 4 Application is approved by HCD, the City Manager or designee is authorized to enter into an agreement with the State (pursuant to City Code section 3.04.010(A)(5)), in the form of HCD's "Standard Agreement," for receipt of the PIP grant funding, and any other documents required by HCD to secure the PIP grant, approved as to form by the City Attorney or the City Attorney's designee, for an amount up to \$1.5 million and a term running through June 30, 2028.

SECTION 3.

The City shall be subject to the terms and conditions specified in HCD's Guidelines, and the Standard Agreement provided by HCD. The Application and any and all accompanying documents are incorporated in full as part of the Standard Agreement. Any and all activities funded, information provided, and timelines represented in the Application will be enforceable through the fully executed Standard Agreement. Pursuant to the Guidelines and in conjunction with the terms of the Standard Agreement, the City agrees to use the PIP Round 4 funds for eligible uses and allowable expenditures in the manner presented and specifically identified in the approved Application.

Adopted by the City of Sacramento City Council on March 17, 2026, by the following vote:

Ayes: Members Dickinson, Guerra, Jennings, Kaplan, Maple, Pluckebaum, Talamantes, Vang, and Mayor McCarty

Noes: None

Abstain: None

Absent: None

Attest:  03/24/2026

Mindy Cuppy, City Clerk

The presence of an electronic signature certifies that the foregoing is a true and correct copy as approved by the Sacramento City Council.