AGENDA

1. Introductions (All)

2. 2022 Regional Growth Forecast (Heather Adamson, AMBAG)

   The regional growth forecast projects the region’s population, employment and housing numbers for the tri-county area of Monterey County, San Benito County and Santa Cruz County. The draft tri-county regional employment, population and housing figures have been prepared and will be presented by AMBAG staff.

3. 2045 Metropolitan Transportation Plan/Sustainable Communities Strategy (MTP/SCS) Update (Heather Adamson, AMBAG)

   AMBAG staff will provide an update on the development of the 2045 MTP/SCS.

4. Local Government Planning Support Grants Program (Heather Adamson, AMBAG)

   AMBAG staff will provide an update on the Local Government Planning Support Grants Program.

5. Update on Monterey Bay Community Power Energy Programs (Dan Bertoldi, MBCP)

   Staff will introduce MBCP’s approach to support transportation and building electrification throughout the Central Coast. Specifically, MBCP is evaluating incentives for local governments to adopt reach codes as well as allocating funding for market rate and affordable housing developers to build fully electric new housing stock.

6. Next Steps/Adjourn

Staff Contact
Heather Adamson, AMBAG
(831) 264-5086
hadamson@ambag.org
MEMORANDUM

TO: AMBAG Planning Directors Forum
FROM: Heather Adamson, Director of Planning
SUBJECT: 2022 Regional Growth Forecast
MEETING DATE: January 27, 2020
RECOMMENDATION: DISCUSSION

The draft tri-county regional employment, population and housing figures have been prepared and will be presented by AMBAG staff.

BACKGROUND/DISCUSSION:

Every four years, AMBAG updates its regional forecast for population, housing and employment to support the development of the Metropolitan Transportation Plan/Sustainable Communities Strategy (MTP/SCS), Regional Travel Demand Model and other planning efforts.

The regional growth forecast projects the region’s population, employment and housing numbers for the tri-county area of Monterey County, San Benito County and Santa Cruz County. The purpose of the regional growth forecast is to show likely changes in employment, population and housing in the region between 2015 and 2045, based on the most current information available. As growth patterns change over time, the forecast is updated on a regular basis to reflect the most current and accurate information available.

This forecast is used to inform regional and local planning projects such as the MTP/SCS, transportation projects, corridor studies, and economic activity analyses. Results from this forecast are used as inputs in the Regional Travel Demand Model to forecast travel patterns.

In the 2022 Draft Regional Growth Forecast (RGF) for the AMBAG region, employment is expected to grow at a rate slightly lower than the rate predicted in the prior forecast, and population is expected to grow more slowly. Overall, the draft 2022 housing
forecast is lower than the prior forecast, reflecting recent changes in demographic trends.

**Methodology**

As shown in the flow chart below, the forecast is based on a methodology that predicts employment growth using a model based on local data as well as state and national trends. Population growth is then driven by employment growth. Household and housing growth are driven by population growth, demographic factors, and external factors (explained below). This approach was vetted and approved by the AMBAG Board of Directors in 2014 for use in the 2035 MTP/SCS, and again in 2018 for use in the 2040 MTP/SCS. While the methodology for the Draft 2022 RGF remains the same as the prior two forecasts, the models have been updated to include current data, a revised base year of 2015 and a new horizon year of 2045.

**Forecast Process**

Employment: Employment growth by industry is driven by projected national and statewide trends for all industries in the region using a shift-share model.

Population: Employment growth trends influence population growth. The forecast of total population is based on historical trends in the ratio of population to employment in AMBAG region.

Projections of demographic characteristics (i.e., population by age, sex, and race/ethnicity) in the 2022 RGF rely on a proportional approach based on demographic projections from the California Department of Finance (DOF).

Household Population and Households: Demographic factors such as age, sex, and race/ethnicity, and external factors such as major group quarters facilities like colleges...
and universities, and correctional facilities, influence the household population and household formation rates (i.e., the number of people per household).

**Housing Units:** Housing projections are driven by the household population projection, demographic characteristics of the household population (age, sex, race/ethnicity), household formation rates, and housing vacancy rates. Vacancy rates refer to the proportion of vacant, habitable housing units divided by the number of available housing units.

Data sources include the California Department of Finance, California Employment Development Department, Caltrans, U.S. Bureau of Labor Statistics, and U.S. Census Bureau

**Results: Employment, Population and Housing**

The draft forecast results are summarized in the text below and in the attached tables and charts.

The draft 2022 RGF projects that the region will add about 65,500 jobs between 2015 and 2045, for a total of approximately 440,500 jobs by 2045 (See Attachments 1 and 2, Jobs). The regional growth rate is slightly lower than state and national forecasts. Furthermore, job growth is expected across all employment sectors. From 2015 to 2045 the fastest growing industries in this draft forecast include utilities, construction, and logistical services, health care and social assistance, and other services. Retail is expected to be the slowest-growing industry, following the trend of nearly two decades of slow growth or decline. Notably, while many models for the U.S. predict declines in agriculture, the AMBAG region is experiencing agricultural job growth.

This draft forecast projects that the region’s population will grow by just under 92,400 people between 2015 and 2045, for a total population of 858,000 in 2045 (See Attachments 1 and 2, Population). This is lower than prior forecasts and reflects the slowing growth rates seen at both the state and national level due to declining fertility rates, stalled improvements in life expectancy, and lower international migration. This revised growth trend also reflects the most current population estimate for the region through 2019. In addition to slower growth, the new forecast predicts an older age distribution, with a larger proportion of the population age 75 and older (See Attachment 3).

An aging population affects the household and housing unit forecasts. While population growth will slow, which reduces future housing demand, older people are more likely to
live alone or in small households. This shift has an upward effect on housing demand. The net result is that the region is expected to build just over 40,400 housing units between 2015 and 2045, for a total of slightly more than 303,000 units (See Attachments 1 and 2, Housing Units).

AMBAG staff will be coordinating with all local jurisdictions, Local Agency Formation Commissions, both major universities and the Fort Ord Reuse Authority to discuss the draft regional growth forecast estimates and to gather local input on recent development and growth activities at the local level. These one-on-one meetings are scheduled for February 2020.

**Next Steps**

The next steps in the process include disaggregating the tri-county regional forecast at both the county- and jurisdiction-level for the employment, population and housing estimates. A draft of the disaggregated estimates will be ready for review and discussion in late spring/early summer. AMBAG will continue to work closely with local jurisdictions and gather information to ensure that the most current local data is incorporated into the forecast and to ensure consensus on the process. Another round of one-on-one meetings will be scheduled to discuss the draft disaggregated forecast estimates in late spring/early summer.

**ATTACHMENTS:**

- Attachment 1: DRAFT 2022 Regional Growth Forecast Summary
- Attachment 2: DRAFT 2022 RGF – Trends in Employment and Housing, with Comparison to 2018 RGF
- Attachment 3: DRAFT 2022 RGF – Aging Population in the AMBAG Region
### Historical and Forecast Jobs, Population, and Housing, 2000-2045

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td><strong>Jobs (total, all industries)</strong></td>
<td>352,210</td>
<td>357,110</td>
<td>349,410</td>
<td>375,010</td>
<td>403,955</td>
<td>407,692</td>
<td>415,807</td>
<td>423,520</td>
<td>431,822</td>
<td>440,499</td>
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<tr>
<td>Agriculture (field work)</td>
<td>28,586</td>
<td>30,557</td>
<td>32,644</td>
<td>36,587</td>
<td>40,066</td>
<td>40,091</td>
<td>40,209</td>
<td>40,336</td>
<td>40,463</td>
<td>40,591</td>
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<tr>
<td>Manufacturing</td>
<td>22,831</td>
<td>19,085</td>
<td>16,348</td>
<td>17,656</td>
<td>19,728</td>
<td>19,802</td>
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<td>20,018</td>
<td>20,121</td>
<td>20,225</td>
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<td>Utilities, Construction, &amp; Logistical Serv.</td>
<td>39,650</td>
<td>41,048</td>
<td>33,921</td>
<td>38,116</td>
<td>42,895</td>
<td>43,741</td>
<td>44,852</td>
<td>45,639</td>
<td>46,637</td>
<td>47,684</td>
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<td>Wholesale (incl. ag)</td>
<td>25,383</td>
<td>26,834</td>
<td>27,852</td>
<td>30,553</td>
<td>33,283</td>
<td>32,768</td>
<td>33,170</td>
<td>33,478</td>
<td>33,785</td>
<td>34,097</td>
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<tr>
<td>Retail (incl. farm stands)</td>
<td>44,257</td>
<td>43,481</td>
<td>40,613</td>
<td>43,261</td>
<td>42,080</td>
<td>42,204</td>
<td>42,528</td>
<td>43,014</td>
<td>43,507</td>
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<td>Professional, Tech., Fin., &amp; Info. Serv.</td>
<td>42,237</td>
<td>38,970</td>
<td>35,496</td>
<td>35,988</td>
<td>37,135</td>
<td>37,435</td>
<td>38,499</td>
<td>39,621</td>
<td>40,762</td>
<td>41,912</td>
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<tr>
<td>Health Care and Social Assistance</td>
<td>23,873</td>
<td>25,243</td>
<td>26,601</td>
<td>27,125</td>
<td>29,875</td>
<td>30,070</td>
<td>30,738</td>
<td>31,404</td>
<td>32,195</td>
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<tr>
<td>Other Services</td>
<td>55,024</td>
<td>55,657</td>
<td>54,683</td>
<td>61,875</td>
<td>68,516</td>
<td>69,056</td>
<td>71,223</td>
<td>73,227</td>
<td>75,250</td>
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<td>Public (excl. education &amp; health care)</td>
<td>23,473</td>
<td>24,305</td>
<td>24,874</td>
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<td>27,326</td>
<td>27,474</td>
<td>27,913</td>
<td>28,337</td>
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<td>29,576</td>
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<td>Self-employed</td>
<td>14,277</td>
<td>15,811</td>
<td>16,459</td>
<td>15,575</td>
<td>15,693</td>
<td>16,165</td>
<td>16,570</td>
<td>16,919</td>
<td>17,282</td>
<td>17,660</td>
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<tr>
<td><strong>Population</strong></td>
<td>710,598</td>
<td>719,561</td>
<td>732,708</td>
<td>765,608</td>
<td>785,700</td>
<td>801,400</td>
<td>819,500</td>
<td>835,000</td>
<td>847,800</td>
<td>858,000</td>
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<tr>
<td>Household Population</td>
<td>680,087</td>
<td>700,207</td>
<td>731,719</td>
<td>749,354</td>
<td>763,871</td>
<td>779,678</td>
<td>793,400</td>
<td>804,335</td>
<td>813,032</td>
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<td>Group Quarters</td>
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<td>32,501</td>
<td>33,889</td>
<td>36,346</td>
<td>37,529</td>
<td>39,822</td>
<td>41,600</td>
<td>43,465</td>
<td>44,968</td>
<td>44,968</td>
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<td><strong>Housholds</strong></td>
<td>228,260</td>
<td>234,869</td>
<td>236,059</td>
<td>238,454</td>
<td>244,616</td>
<td>253,087</td>
<td>261,995</td>
<td>268,524</td>
<td>272,543</td>
<td>275,527</td>
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<tr>
<td>Avg Household Size</td>
<td>3.0</td>
<td>3.0</td>
<td>3.1</td>
<td>3.1</td>
<td>3.0</td>
<td>3.0</td>
<td>3.0</td>
<td>3.0</td>
<td>3.0</td>
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<tr>
<td><strong>Housing</strong></td>
<td>247,080</td>
<td>256,467</td>
<td>260,256</td>
<td>262,660</td>
<td>269,160</td>
<td>279,240</td>
<td>288,226</td>
<td>295,386</td>
<td>299,803</td>
<td>303,087</td>
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<td>Vacancy Rate</td>
<td>7.6%</td>
<td>8.4%</td>
<td>9.3%</td>
<td>9.2%</td>
<td>9.1%</td>
<td>9.1%</td>
<td>9.1%</td>
<td>9.1%</td>
<td>9.1%</td>
<td>9.1%</td>
</tr>
</tbody>
</table>

**Sources:**

Jobs: California Employment Development Department, InfoUSA, and AMBAG forecast.

Population, Households, Housing: Data for 2000 and 2010 reflect decennial Census counts as of April 1 of each year. Data for 2005 and 2015 are from California Department of Finance E-5 and E-8 population and housing estimates, and reflect values as of January 1 of each year. Forecast data are from AMBAG and PRB, and reflect values as of January 1 of each year.
## Historical and Forecast Jobs, Population, and Housing, with Change Over Time, 2000-2045

<table>
<thead>
<tr>
<th></th>
<th>Historical</th>
<th>Draft 2022 Regional Growth Forecast</th>
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</thead>
<tbody>
<tr>
<td>Jobs (total, all industries)</td>
<td>352,210</td>
<td>357,110</td>
</tr>
<tr>
<td>Change from Prior Period</td>
<td>4,900</td>
<td>-7,700</td>
</tr>
<tr>
<td>Percent Change from Prior Period</td>
<td>1%</td>
<td>-2%</td>
</tr>
<tr>
<td>Population</td>
<td>710,598</td>
<td>719,561</td>
</tr>
<tr>
<td>Change from Prior Period</td>
<td>8,963</td>
<td>13,147</td>
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<tr>
<td>Percent Change from Prior Period</td>
<td>1%</td>
<td>2%</td>
</tr>
<tr>
<td>Housing</td>
<td>247,080</td>
<td>256,467</td>
</tr>
<tr>
<td>Change from Prior Period</td>
<td>9,387</td>
<td>3,789</td>
</tr>
<tr>
<td>Percent Change from Prior Period</td>
<td>4%</td>
<td>1%</td>
</tr>
</tbody>
</table>

Sources:
Jobs: California Employment Development Department, InfoUSA, and AMBAG forecast.
Population, Households, Housing: Data for 2000 and 2010 reflect decennial Census counts as of April 1 of each year. Data for 2005 and 2015 are from California Department of Finance E-5 and E-8 population and housing estimates, and reflect values as of January 1 of each year. Forecast data are from AMBAG and PRB, and reflect values as of January 1 of each year.
Attachment 2: DRAFT 2022 RGF – Trends in Employment and Housing, with Comparison to 2018 RGF

**Historical and Forecast Job Growth in the AMBAG Region**

**Historical and Forecast Housing Growth in the AMBAG Region**
Sources:
2040 forecast data for the 2018 Regional Growth Forecast are from AMBAG. 2040 data for the Draft 2022 Regional Growth Forecast are from AMBAG and PRB. Figures reflect values as of January 1 of each year.
MEMORANDUM

TO: AMBAG Planning Directors Forum
FROM: Heather Adamson, Director of Planning
SUBJECT: 2045 Metropolitan Transportation Plan/Sustainable Communities Strategy Update
MEETING DATE: January 27, 2020
RECOMMENDATION: INFORMATION

Receive an update on the development of the 2045 Metropolitan Transportation Plan/Sustainable Communities Strategy (MTP/SCS).

BACKGROUND/DISCUSSION:

AMBAG adopted the 2040 Metropolitan Transportation Plan/Sustainable Communities Strategy (MTP/SCS) in June 2018. Federal and state law requires that AMBAG prepare a long-range transportation plan every four years. In accordance with state and federal guidelines, the 2045 MTP/SCS is scheduled for adoption by the Board of Directors in June 2022. Staff developed the 2045 MTP/SCS Plan Work Program and Schedule which was approved by the AMAG Board of Directors in April 2019. Initial 2045 MTP/SCS activities underway are highlighted below.

Environmental Impact Report

AMBAG is scheduled to release the Notice of Preparation (NOP) for the joint environmental impact report (EIR) for the 2045 MTP/SCS and the Regional Transportation Planning Agencies’ (RPTAs) Regional Transportation Plans (RTP) in January 2020. AMBAG will host three scoping meetings to solicit input on the scope and content of the EIR.

- January 22, 2020 at the Live Oak Community Room - Simpkins Center - 979 17th Ave, Santa Cruz, CA
- January 23, 2020 at the San Benito County Board of Supervisors Chambers - 481 4th Street, Hollister, CA
January 29, 2020 at the Marina Library Community Room - 190 Seaside Circle, Marina, CA

All scoping meetings are scheduled for 6:00 – 7:30 p.m.

2045 MTP/SCS Goals, Objectives and Performance Measures

With each MTP update, AMBAG starts the planning process by establishing a framework of goals and performance measures to guide the development of the Plan. This is a key first step, as it is the policy foundation for the MTP and identifies the “big picture” of what we hope to achieve. The policy goals for the 2045 MTP/SCS are shown below.

Policy Goals

- **Access and Mobility** – Provide convenient, accessible, and reliable travel options while maximizing productivity for all people and goods in the region.
- **System Preservation and Safety** – Preserve and ensure a sustainable and safe regional transportation system.
- **Healthy Communities** – Protect the health of our residents; foster efficient development patterns that optimize travel, housing, and employment choices and encourage active transportation.
- **Environment** – Promote environmental sustainability and protect the natural environment.
- **Social Equity** – Provide an equitable level of transportation services to all segments of the population.
- **Economic Vitality** – Raise the region’s standard of living by enhancing the performance of the transportation system.

The 2045 MTP/SCS performance measures used to evaluate each of the policy goals have been updated and new metrics added (Attachment 1). Performance measures allow us to quantify regional goals, estimate the impacts of proposed investments, and evaluate progress over time. The RTPAs are also developing metrics for their RTPs and may use some of the same MTP/SCS metrics at the county level. The AMBAG Board of Directors will be asked to accept the updated performance measures for the 2045 MTP/SCS in February 2020.

Transportation Project List

AMBAG will soon begin work with the RTPAs, transit operators, Caltrans and local jurisdictions to update the transportation project list for the 2045 MTP/SCS using the Telus database. Projects throughout the region must be included in this project list to qualify for most federal and state funding. AMBAG and RTPA staff will be able to make changes to existing 2040 MTP/SCS projects such as changes to cost estimates and
project phasing as well as to add new projects or delete projects that have been completed. RTPA staff will work with local jurisdictions and other project sponsors to obtain updates to local projects that will be then entered into Telus database.

**Next Steps**

Staff will continue to develop the initial components of the 2045 MTP/SCS working with the Planning Directors Forum, Technical Advisory Committees, partner agencies and key stakeholders.

**ATTACHMENT:**

- Attachment 1: 2045 MTP/SCS Regional Performance Measures
2045 Metropolitan Transportation Plan/Sustainable Communities Strategy
Regional Performance Measures
January 2020

Access and Mobility
- Commute Travel Time (minutes)
- Work Trips Within 30 Minutes (percentage)
- Population Within 30 Minutes of Parks (percentage)*
- Population Within 30 Minutes of Healthcare (percentage)*
- Daily Vehicle Delay Per Capita (minutes)*

Economic Vitality
- Population Near High Quality Transit (percentage)*
- Jobs Near High Quality Transit (percentage)
- Daily Truck Delay (hours)
- Income Consumed by Out of Pocket Transportation Costs (percentage)*

Environment
- GHG Reductions (Percent reduction from 2005 baseline)
- Open Space Consumed (acres)
- Farmland Converted (acres)

Healthy Communities
- Growth in Opportunity Areas (percentage)*
- Alternative Transportation Trips (percentage)
- Population Near Bike facilities (percentage)*
- Jobs Near Bike Facilities (percentage)*
- Peak Period Congested Vehicle Miles of Travel (miles)
Social Equity

- Distribution of MTP/SCS Investments (percentage)
  o Low income areas
  o Non low income areas
  o Minority areas
  o Non minority areas
  o Low mobility (zero car households and aged populations)*
  o Low community Engagement (linguistic isolation and education attainment)*

- Access to Transit within 1/2 mile (percentage)
  o Low income population
  o Non low income population
  o Minority population
  o Non minority population
  o Low mobility (zero car households and aged populations)*
  o Low community engagement (linguistic isolation and education attainment)*

System Preservation and Safety

- Maintain the Transportation System (percentage)
- Fatalities and Injuries per 1,000 VMT
- Annual Projected Bike/Pedestrian Fatalities and Injuries per 1,000 VMT

* Denotes new performance metric
Note: Low income and minority populations definitions will be revised.
MEMORANDUM

TO: AMBAG Planning Directors Forum
FROM: Heather Adamson, Director of Planning
SUBJECT: Local Government Planning Support Grants Program
MEETING DATE: January 27, 2020
RECOMMENDATION: INFORMATION

Receive an update on the Local Government Planning Support Grants Program which will provide regions and local jurisdictions with one-time funding, including grants for planning activities to enable jurisdictions to meet the 6th Cycle of the Regional Housing Needs Assessment.

BACKGROUND/DISCUSSION:

The adopted FY 2019-20 California Budget (AB 74) and the associated housing trailer bill (AB 101) included a new Local Government Planning Support Grants Program (Program). The Program is established for the purpose of providing regions and jurisdictions with one-time funding, including grants for planning activities, to enable jurisdictions to meet the 6th Cycle of the Regional Housing Needs Assessment (RHNA). The Program will be administered by the California Department of Housing and Community Development (HCD).

Under the Program, HCD shall allocate $250 million dollars to regions and local jurisdictions for technical assistance, preparation and adoption of planning documents, and process improvements to accelerate housing production and facilitate compliance to implement the 6th Cycle of the RHNA. Of this, $125 million will go directly to local jurisdictions and the remaining $125 million will go to regions.

Through the regional portion of this funding, the Central Coast mega region will receive approximately $8 million. The Central Coast is delineated by the boundaries of the Association of Monterey Bay Area Governments (AMBAG), Council of San Benito County Governments (SBtCOG), San Luis Obispo Council of Governments (SLOCOG), and the Santa Barbara County Association of Governments (SBCAG) and includes the jurisdictions within. This funding will be allocated to a Central Coast Housing Working Group (CCHWG).
Central Coast Housing Working Group

The Central Coast Housing Working Group has been formed and is comprised of fifteen members. The membership includes one supervisor from each county, and two city members from each county. The county representatives of the CCHWG were appointed by the Boards of Supervisors for the counties in the Central Coast region: The Counties of Santa Cruz, Monterey, San Benito, San Luis Obispo, and Santa Barbara. The city members represent one smaller and one larger city in the county and were appointed by the City Selection Committees in each of the Central Coast counties. Once formed, the Central Coast Housing Working Group is required by law to notify all member cities and counties of its purpose and the composition of its members. In November 2019, the CCHWG was formed, and in December 2019 AMBAG, SLOCOG, SbtCOG, and SBCAG distributed a notice of formation on behalf of the CCHWG to all cities and counties throughout the Central Coast region. Attachment 1 lists the fifteen members and the purpose of the Working Group. The first meeting of the CCHWG is scheduled for January 31, 2020 in Paso Robles.

AMBAG is expected to be confirmed by the CCHWG as the fiscal agent for the Program funds and will work with HCD staff to secure funding for the Central Coast region. AMBAG will work with our partner Central Coast Councils of Governments to establish the administrative framework needed to implement this new Program.

In consultation with HCD, the CCHWG shall establish priorities and use funds allocated to:

- Suballocate funds directly and equitably to local agencies or sub-regional entities in a grant program for planning that will accommodate and develop housing and infrastructure that will accelerate housing production in a way that aligns with state planning priorities, housing, transportation, equity and climate goals.
- Provide local agencies with technical assistance, planning, temporary staffing or consultant needs associated with updating local planning and zoning documents, expediting application processing and other actions to accelerate additional housing production.
- Update a housing element to comply with state law.
- Support enhanced local planning activities, and environmental analysis that will support housing development and location-efficient housing consistent with adopted regional plans, including sustainable communities strategies.
- Provide funding for the formation or augmentation of regional, subregional, or local housing trust funds.
- Develop an improved methodology for the distribution of the 6th Cycle RHNA to further the statutory objectives per Government Code 65584(d).
The region shall develop an education and outreach strategy to inform local agencies of the need and benefits of taking early action related to the 6th Cycle RHNA. By January 31, 2021, the Central Coast Housing Working Group must request all Program funds and document strategies to meet housing goals.

**Local Jurisdictions Grants**

Of the total $250 million available under this new Program, $125 million shall be available directly for local jurisdictions to assist in planning or other activities related to meeting their 6th Cycle of the RHNA. Local jurisdictions may request an allocation of funds directly from HCD through July 1, 2020, which must identify specific strategies to meet their 6th Cycle of the RHNA and prepare to be effective at meeting their long-term housing goals, as well as promote sufficient supply of a range of housing types affordable to a variety of incomes.

Expenditures shall be limited to housing-related planning activities to promote and streamline development, including staffing or contracts. These activities include but are not limited to:

- Rezone and encourage development by updating planning documents and zoning ordinances, such as general plans, community plans, specific plans, sustainable communities’ strategies, and local coastal programs.
- Complete environmental clearance to eliminate the need for project-specific review.
- Establish Workforce Housing Opportunity Zones pursuant to Article 10.10 (commencing with Section 65620) of Chapter 3 of Division 1 of Title 7 of the Government Code or Housing Sustainability Districts pursuant to Chapter 11 (commencing with Section 66200) of Division 1 of Title 7 of the Government Code.
- Perform infrastructure planning, including for sewers, water systems, transit, roads, or other public facilities necessary to support new housing and new residents.
- Revamp local planning processes to speed up production.
- Create or improve accessory dwelling unit ordinances.

Maximum grant amounts shall be set as follows, according to 2019 population estimates:
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<thead>
<tr>
<th>Locality Size</th>
<th>Population</th>
<th>Funding Maximum</th>
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</thead>
<tbody>
<tr>
<td>Very Large</td>
<td>&gt; 750,000</td>
<td>$1,500,000</td>
</tr>
<tr>
<td>Large</td>
<td>300,000 – 749,000</td>
<td>$750,000</td>
</tr>
<tr>
<td>Medium - Large</td>
<td>100,000 – 299,999</td>
<td>$500,000</td>
</tr>
<tr>
<td>Medium</td>
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<td>$300,000</td>
</tr>
<tr>
<td>Small</td>
<td>20,000 – 59,999</td>
<td>$150,000</td>
</tr>
<tr>
<td>Very Small</td>
<td>&lt; 20,000</td>
<td>$65,000</td>
</tr>
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</table>

**Timeline**

**Local Government Planning Support Grants: Regional Funds**

- November 30, 2019 – Deadline to form the Central Coast Housing Working Group and assign a fiscal agent in order to secure regional housing planning grant funds.
- December 2019 – Issue notification of Central Coast Housing Working Group formation to all local jurisdictions in the mega-region
- January 31, 2020 – First meeting of the Central Coast Housing Working Group
- February/March 2020 – Request early allocation of funding (as needed)
- February/March 2020 – Execute MOUs with Central Coast COGs
- Early 2020 – HCD releases guidelines and notice of funding availability.
- January 31, 2021 – Deadline to request Program funds and include a budget for the planning funds, amounts retained by the regional agency and any sub-allocations, identification of best practices at the regional and state level, a strategy for increasing adoption of best practices at the regional level where feasible, and an education and outreach strategy. HCD has 30 days to review the application and award regional funds.
- December 31, 2023 – Deadline for regions to expend funds.
- December 31, 2024 – Deadline for regions to submit final report on status of plans and use of planning grant funds.

**Local Government Planning Support Grants: Local Jurisdictional Funds**

- Early 2020 – HCD releases guidelines and notice of funding availability
- July 1, 2020 – Deadline for local jurisdictions to submit applications to secure jurisdictional housing planning grant funds.

**Next Steps**

The Central Coast COGs will execute Memorandum of Understandings to implement the Local Government Planning Support Grants Program. AMBAG, acting as the fiscal agent,
will work with HCD staff to secure the Program funding. The CCHWG will continue to meet to implement the Program.

**ATTACHMENT:**

1. Notice of Formation of the Central Coast Housing Working Group
Notice of Formation of the Central Coast Housing Working Group

This letter provides notice that the multiagency Central Coast Housing Working Group has been formed to implement the Central Coast portion of the Local Government Planning Support Grants Program pursuant to the requirements found in AB 101, Section 11, Chapter 3.1, Section 50515.2 within Part 2 of Division 31 of the California Health and Safety Code.

Background and Purpose
The adopted FY 2019-20 California Budget (AB 74) and associated housing trailer bill (AB 101) established a new Local Government Planning Support Grants Program and directed the California Central Coast to create a multiagency working group to oversee implementation of a portion of this program. The Central Coast Housing Working group will oversee the implementation of this program to provide the Central Coast region with one-time funding, including grants for planning activities, to enable jurisdictions to meet the 6th Cycle of the Regional Housing Needs Assessment (RHNA). Approximately $8,000,000 will be made available to the Central Coast region under this program. The Central Coast is delineated by the boundaries of the Association of Monterey Bay Area Governments, Council of San Benito County Governments, San Luis Obispo Council of Governments, and the Santa Barbara County Association of Governments and includes the jurisdictions within.

The Central Coast Housing Working Group
The Central Coast Housing Working Group is composed of members from jurisdictions throughout the Central Coast. Members were appointed through their respective Board of Supervisors, Council of Governments or through County based City Selection Committees. These members are listed below.

Monterey County
Joe Gunter
John Phillips
Mike LeBarre

San Luis Obispo County
Adam Hill
Jimmy Paulding
Fred Strong

Santa Cruz County
Bruce McPherson
Francisco Estrada
Kristen Petersen

San Benito County
Ignacio Velazquez
Jim Gillio
John Freeman

Santa Barbara County
Ariston Julian
Joan Hartmann
Alice Patino

The program will be administered by the California Department of Housing and Community Development (HCD). Further details on the program are pending HCD guidance.