

ASSEMBLY BILL

No. 2006

Introduced by Assembly Member Berman

February 14, 2022

An act to add Chapter 9 (commencing with Section 50260) to Part 1 of Division 31 of the Health and Safety Code, relating to housing.

LEGISLATIVE COUNSEL'S DIGEST

AB 2006, as introduced, Berman. Regulatory agreements: compliance monitoring.

Existing law establishes the Department of Housing and Community Development in the Business, Consumer Services, and Housing Agency and makes the department responsible for administering various housing programs throughout the state, including, among others, the Multifamily Housing Program, the Housing for a Healthy California Program, and the California Emergency Solutions Grants Program. Existing law establishes the California Housing Finance Agency within the Department of Housing and Community Development, with the primary purpose of meeting the housing needs of persons and families of low or moderate income. Existing law establishes the California Tax Credit Allocation Committee, composed of specified members, and requires that the California Tax Credit Allocation Committee, among other things, allocate specified federal low-income housing tax credits, as provided.

This bill, on or before January 1, 2024, would require the Department of Housing and Community Development, the California Housing Finance Agency, and the California Tax Credit Allocation Committee to enter into a memorandum of understanding to streamline the compliance monitoring of affordable housing developments that are

subject to a regulatory agreement with more than one of these entities. The bill would require the memorandum of understanding to ensure that only one entity conducts physical inspections for a particular project, eliminate the submission of duplicate information, and to provide for a single process to obtain specified approvals.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Chapter 9 (commencing with Section 50260) is
2 added to Part 1 of Division 31 of the Health and Safety Code, to
3 read:

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5 CHAPTER 9. COMPLIANCE MONITORING
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7 50260. On or before January 1, 2024, the Department of
8 Housing and Community Development, the California Housing
9 Finance Agency, and the California Tax Credit Allocation
10 Committee shall enter into a memorandum of understanding to
11 streamline the compliance monitoring of affordable housing
12 developments that are subject to a regulatory agreement with more
13 than one of these entities. The memorandum of understanding shall
14 meet all of the following criteria:

- 15 (a) Ensure that only one entity conducts physical inspections
- 16 for a particular project.
- 17 (b) Eliminate the submittal of duplicate information.
- 18 (c) Provide for a single process to obtain required approvals
- 19 for, including, but not limited to, reserve draws, ownership changes,
- 20 property management changes, operating budgets, rent increases,
- 21 and capital needs assessments.

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