

California Department of Housing & Community Development Division of Housing Policy Development



Understanding RHNA

RHNA is . . .

A <u>projection</u> of additional housing units needed to accommodate projected household growth of all income levels from the start until the end date of the projection period.

RHNA is not . . .

- ✓ A <u>prediction</u> of building permit, construction, or housing activity
- ✓ A <u>ceiling</u> of potential housing market demand or production.
- ✓ <u>Limited</u> due to existing land use capacity or growth control (rezoning often necessary to accommodate RHNA)



The RHNA Process

RHNA
Determination/
Assessment

RHNA
Distribution/
Allocation

~1-2 years

RHNA Planning

HCD
Determines
RHNA
consulting with
DOF & COG
(New Factors!)



COG develops RHNA Plan

HCD Reviews (New!)

(4-Multi County Regions w/ 23 Counties w/ 353 jurisdictions + 15 Single-County COGs w/ 128 jurisdictions)



Local Governments (539 jurisdictions)



HCD acts as **COG**

(20 Predominantly Rural Counties w/ 58 jurisdictions)





~1 year

COG

DOF

Housing
Elements and
APRs (**HCD**Reviews)



Preparing the Way for More Housing Planned for in the Right Places

RHNA Determination Changes

New adjustments to overcrowding (AB 1086, 2017); and cost burden adjustments and resulted in capturing existing and projected need resulting in higher RHNAs (SB 828, 2018).

RHNA Allocation Changes

New requirements for transparency in the development of methodology; addition of Affirmatively Furthering Fair Housing factor to the RHNA objectives; clarifying jobs housing fit as a RHNA objective; and adding HCD oversight of COG methodologies and ability to appeal allocations (AB 1771, 2018) has resulted in more equitable distribution of housing need, while still furthering greenhouse emission goals.



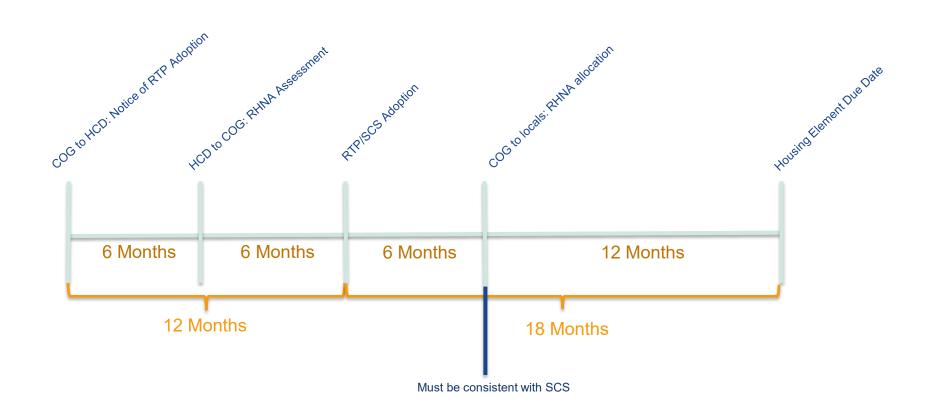
Statutory Objectives of RHNA

- Increase housing supply & mix of housing types, tenure & affordability in an equitable manner
- Promote infill development & socioeconomic equity, protect environmental & ag resources, & encourage efficient development patterns (the State "planning priorities")
- Promote improved intraregional jobs-housing relationship including jobs housing fit
- Balance disproportionate household income distributions (more lower income RHNA to higher income areas and vice-versa)
- Affirmatively furthering fair housing

Source: Government Code 65584(d)



Statutory Timeline: RHNA for Jurisdictions on an 8 year Housing Element Cycle





- AB 101 directed HCD, in collaboration with OPR and stakeholders, to form a long term RHNA Reform workgroup
- Develop a recommended improved RHNA process and methodology
- HCD to report findings and recommendations to the Legislature by December 31, 2022



Questions?

Annelise Osterberg

annelise.osterberg@hcd.ca.gov