

Models of Farmworker Housing

Overview

- Housing for Farmworker Families
- Financing
- Housing for Unaccompanied Farmworkers

CEDC – Who We Are

- Over 30 years of experience in Ventura County and California's Central Coast
- Development, General Contracting, Property Management; Community Building, Homeownership
- 1,754 homes built and 275 homes in the pipeline
- 1,093 rental homes in 25 properties owned and managed by CEDC
- 15 projects using RD funding, 510 farmworker apartments



Ventura County Farmworkers

- About 20,000 farm workers
- Average income, \$20,000/year
- Statewide, estimated that 57% of farmworkers do not have legal status
- Stable year round work
- Ventura County is a very high cost housing market

California's Housing Crisis

- Shortfall of 956,461 homes affordable and available to lowest income households
- Median rents increased by over 20% from 2000 to 2012, while median income decreased by 8%
- More low income households are severely rent burdened since 2000
- Foreclosure crisis increased number of renters and drove up rents
- Federal and State funding for affordable homes has decreased

How California's Housing Market is Failing to Meet the Needs of Low Income Families, CHPC, 2/2014

Ventura County Rental Housing Needs

- Average rent for 2-bedroom unit in City of Ventura: \$1,536 (Source: Dyer Sheehan Group)
- Salary needed to afford such rent: **\$61,440**
- Homeless Persons on any given day: 519
- Applicants to Encanto del Mar 37-unit project on Thompson: 492
- Waiting list at Ventura Housing Authority: 3,236









Early Days: Rebuilding Cabrillo Village







Early Success

Cabrillo Village Farmworkers Co-operative Housing

Selected as one of the 10 best designs of 1982 by Time Magazine

Financing: Phase 1 (1981) and 2 (1986) Rural Development514/516 Loan and Grant Programs





Phase II Cabrillo Village Co-operative

Rancho Sespe circa 1979





Rancho Sespe Phase 1 (1990) and Phase 2 (1993) — 100 farm worker apartments financed with RD 514/516 and California HCD Serna Funds





Then – No CEDC Farmworker Housing from 1993 to 2004

- Why Limits on the amount of funding per project
- Lack of local political support for farmworker housing
- Then RD allowed its funding to be used with tax credits
- Advocacy by House Farmworkers!

Advocating for Farmworker Housing in Fillmore



Villa Cesar Chavez, Oxnard 52 Farmworker Apartments Completed 2006





Camino Gonzalez, Oxnard

18 Farmworker Apartments

Completed 2012









Rodney Fernandez Gardens, Santa Paula

- 90 rental apartments
- 49 for farmworkers
- Two phases
- Completed 2011
- Multiple funding sources including RD





Azahar Place, Ventura

60 apartments

30 for farmworkers

Completed 2012









Federal Resources - USDA Rural Development Farmworker Housing in California

- 80% of RD Farmworker Housing Applications
- California Capped at 30% of Funding
- Projects must be 50% Farmworker to be Competitive

California 9% Tax Credit Allocation Program

- Very competitive
- 20% allocated to rural areas
- RD setaside in rural setaside
- Tiebreaker is amount of government funding

State Funding 2014-2015 Budget

- Funds from Previous Housing Bonds Exhausted
- State Budget includes:
 - \$100 million in new funding for the Multifamily Housing Program
 - Affordable Housing and Sustainable Communities (AHSC): 20% of annual cap-and-trade auction revenues that includes 10% for affordable housing for programs that reduce greenhouse gases (GHG) – half for housing – \$120 million in current NOFA – very complicated

California – Current Funding Proposals by Speaker Atkins

- Increasing the California Low Income Housing Tax Credit by \$300 million
- Creating on ongoing source of funding for affordable home development and job creation by incrasing the fee on real estate related document recordings
- Creating a framework for how California will spend funds received by the National Housing Trust Fund, which are expected to begin flowing to states in 2016 (from Fannie Mae, suspension now lifted

Villa Victoria, Oxnard

54 apartments

27 for farmworkers

Completed 2007



Villa Victoria, Sources

- \$4,500,000 CalHFA Tax Exempt Loan
- \$1,100,000 RD Loan
- \$3,000,000 California Serna Loan
- \$1,100,000 City Loan
- \$40,000 Deferred Developer Fee
- \$275,000 GP Equity
- \$5,275,000 4% Tax Credit Equity
- \$15,290,000Total Project Cost

Valle Naranjal, Piru

66 Farmworker Apartments

Completed 2012







Valle Naranjal, Sources

\$4,045,000 Rural Development

\$1,500,000 Ventura County HOME/CDBG

■ \$650,000 AHP

• \$1,000,000 California Serna Loan

• \$100 GP Equity

\$1,004,000 Deferred Developer Fee

• \$15,556,000 9% Limited Partner Equity

• \$23,775,100 Total Project Cost

Housing for Unaccompanied Workers – CVHC Model



Las Mananitas – Mecca Migrant Worker Housing

- Developed by Coachella Valley Housing Corporation (CVHC)
- Funding by County of Riverside Economic Development Agency (Redevelopment) HOME funds, Community Development Block Grant funds, HUD Colonia Initiative (HCD) funds – no permanent loan
- 128 Beds in 15 apartments
- Each apartment contains four bedrooms, two bathrooms, a common living area, a kitchen, and a front porch, and houses eight adults
- Residents pay \$25 a week, and stay on average one week to six months
- Also serves rural homeless

Opportunities

- Support HAC, National Rural Housing Coalition, and local housing advocacy
- Develop partnerships with local agriculture
- Support state funding for affordable homes
- Support increased funding for RD farmworker housing programs

More Information

House Farmworkers! - www.housefarmworkers.org

Cabrillo Economic Development Corporation, www.cabrilloedc.org



Cabrillo Economic Development Corporation







