



Fiscal Year 2021 CAPER

**Attachment 5:
Section 3 Reports**

Section 3 Summary Report

Economic Opportunities for
Low – and Very Low-Income Persons

U.S. Department of Housing
and Urban Development
Office of Fair Housing
And Equal Opportunity

OMB Approval No: 2529-0043
(exp. 11/30/2010)

HUD Field Office:
Los Angeles

Section back of page for Public Reporting Burden statement

1. Recipient Name & Address: (street, city, state, zip) City of San Diego/CDBG Program 1200 Third Avenue, #1400 San Diego, CA 92101	2. Federal Identification: (grant no.) B-20-MC-06-0542	3. Total Amount of Award: \$9,270,005.46
	4. Contact Person Tina Hines	5. Phone: (Include area code) (619) 236-6305
	6. Length of Grant: Program Year 2020	7. Reporting Period: 7/1/20 to 6/30/21
8. Date Report Submitted: 09/16/21	9. Program Code: (Use separate sheet for each program code) 7	10. Program Name: CDBG Entitlement

Part I: Employment and Training (Columns B, C and F are mandatory fields. Include New Hires in E & F)**

A Job Category	B Number of New Hires	C Number of New Hires that are Sec. 3 Residents	D % of Aggregate Number of Staff Hours of New Hires that are Sec. 3 Residents	E % of Total Staff Hours for Section 3 Employees and Trainees	F Number of Section 3 Trainees
Professionals	0	0	0	0	0
Technicians	0	0	0	0	0
Office/Clerical	0	0	0	0	0
Construction by Trade (List) Trade Carpenter	3	0	0	0	0
Trade	0	0	0	0	0
Trade	0	0	0	0	0
Trade	0	0	0	0	0
Trade	0	0	0	0	0
Other (List)	0	0	0	0	0
Total	3	0	0	0	0

* Program Codes
1 = Flexible Subsidy
2 = Section 202/811

3 = Public/Indian Housing
A = Development,
B = Operation
C = Modernization

4 = Homeless Assistance
5 = HOME
6 = HOME State Administered
7 = CDBG Entitlement

8 = CDBG State Administered
9 = Other CD Programs
10 = Other Housing Programs

Part II: Contracts Awarded

1. Construction Contracts:

A. Total dollar amount of all contracts awarded on the project	\$ 9,270,005.46
B. Total dollar amount of contracts awarded to Section 3 businesses	\$ 0
C. Percentage of the total dollar amount that was awarded to Section 3 businesses	0 %
D. Total number of Section 3 businesses receiving contracts	0

2. Non-Construction Contracts:

A. Total dollar amount all non-construction contracts awarded on the project/activity	\$ 1,236,488.00
B. Total dollar amount of non-construction contracts awarded to Section 3 businesses	\$ 0
C. Percentage of the total dollar amount that was awarded to Section 3 businesses	0 %
D. Total number of Section 3 businesses receiving non-construction contracts	0

Part III: Summary

Indicate the efforts made to direct the employment and other economic opportunities generated by HUD financial assistance for housing and community development programs, to the greatest extent feasible, toward low-and very low-income persons, particularly those who are recipients of government assistance for housing. (Check all that apply.)

- Attempted to recruit low-income residents through: local advertising media, signs prominently displayed at the project site, contracts with the community organizations and public or private agencies operating within the metropolitan area (or nonmetropolitan county) in which the Section 3 covered program or project is located, or similar methods.
- Participated in a HUD program or other program which promotes the training or employment of Section 3 residents.
- Participated in a HUD program or other program which promotes the award of contracts to business concerns which meet the definition of Section 3 business concerns.
- Coordinated with Youthbuild Programs administered in the metropolitan area in which the Section 3 covered project is located.
- Other; describe below.

Section 3 clauses were included in all CDBG Agreements executed with Subrecipients, including non-construction projects (ie., Public Services). Subrecipients were required to identify their project as covered by Section 3 in the bid advertisements for CDBG-funded construction projects. Subrecipients were also required to include the Section 3 clauses in its entirety within their bid documents and all executed agreements resulting from construction contracts awarded by Subrecipients to General Contractors, including all executed agreements between the General Contractors and Subcontractors. Section 3 requirements were discussed during all Pre-Construction Meetings conducted. General Contractors reported efforts to request for apprentices through unions and training agencies.

Public reporting for this collection of information is estimated to average 2 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB number.

Section 3 of the Housing and Urban Development Act of 1968, as amended, 12 U.S.C. 1701u, mandates that the Department ensures that employment and other economic opportunities generated by its housing and community development assistance programs are directed toward low- and very-low income persons, particularly those who are recipients of government assistance housing. The regulations are found at 24 CFR Part 135. The information will be used by the Department to monitor program recipients' compliance with Section 3, to assess the results of the Department's efforts to meet the statutory objectives of Section 3, to prepare reports to Congress, and by recipients as self-monitoring tool. The data is entered into a database and will be analyzed and distributed. The collection of information involves recipients receiving Federal financial assistance for housing and community development programs covered by Section 3. The information will be collected annually to assist HUD in meeting its reporting requirements under Section 808(e)(6) of the Fair Housing Act and Section 916 of the HCDA of 1992. An assurance of confidentiality is not applicable to this form. The Privacy Act of 1974 and OMB Circular A-108 are not applicable. The reporting requirements do not contain sensitive questions. Data is cumulative; personal identifying information is not included.

Form HUD-60002, **Section 3 Summary Report, Economic Opportunities for Low- and Very Low-Income Persons.**

Instructions: This form is to be used to report annual accomplishments regarding employment and other economic opportunities provided to low- and very low-income persons under Section 3 of the Housing and Urban Development Act of 1968. The Section 3 regulations apply to any **public and Indian housing programs** that receive: (1) development assistance pursuant to Section 5 of the U.S. Housing Act of 1937; (2) operating assistance pursuant to Section 9 of the U.S. Housing Act of 1937; or (3) modernization grants pursuant to Section 14 of the U.S. Housing Act of 1937 and to **recipients of housing and community development assistance in excess of \$200,000** expended for: (1) housing rehabilitation (including reduction and abatement of lead-based paint hazards); (2) housing construction; or (3) other public construction projects; and to **contracts and subcontracts in excess of \$100,000** awarded in connection with the Section-3-covered activity.

Form HUD-60002 has three parts, which are to be completed for all programs covered by Section 3. Part I relates to **employment and training**. The recipient has the option to determine numerical employment/training goals either on the basis of the number of hours worked by new hires (columns B, D, E and F). Part II of the form relates to **contracting**, and Part III summarizes recipients' **efforts** to comply with Section 3.

Recipients or contractors subject to Section 3 requirements must maintain appropriate documentation to establish that HUD financial assistance for housing and community development programs were directed toward low- and very low-income persons.* A recipient of Section 3 covered assistance shall submit one copy of this report to HUD Headquarters, Office of Fair Housing and Equal Opportunity. Where the program providing assistance requires an annual performance report, this Section 3 report is to be submitted at the same time the program performance report is submitted. Where an annual performance report is not required, this Section 3 report is to be submitted by January 10 and, if the project ends before December 31, within 10 days of project completion. **Only Prime Recipients are required to report to HUD. The report must include accomplishments of all recipients and their Section 3 covered contractors and subcontractors.**

- HUD Field Office: Enter the Field Office name .
1. Recipient: Enter the name and address of the recipient submitting this report.
 2. Federal Identification: Enter the number that appears on the award form (with dashes). The award may be a grant, cooperative agreement or contract.
 3. Dollar Amount of Award: Enter the dollar amount, rounded to the nearest dollar, received by the recipient.
 - 4 & 5. Contact Person/Phone: Enter the name and telephone number of the person with knowledge of the award and the recipient's implementation of Section 3.
 6. Reporting Period: Indicate the time period (months and year) this report covers.
 7. Date Report Submitted: Enter the appropriate date.

8. Program Code: Enter the appropriate program code as listed at the bottom of the page.
9. Program Name: Enter the name of HUD Program corresponding with the "Program Code" in number 8.

Part I: Employment and Training Opportunities

Column A: Contains various job categories. Professionals are defined as people who have special knowledge of an occupation (i.e. supervisors, architects, surveyors, planners, and computer programmers). For construction positions, list each trade and provide data in columns B through F for each trade where persons were employed. The category of "Other" includes occupations such as service workers.

Column B: (Mandatory Field) Enter the number of new hires for each category of workers identified in **Column A** in connection with this award. New hire refers to a person who is not on the contractor's or recipient's payroll for employment at the time of selection for the Section 3 covered award or at the time of receipt of Section 3 covered assistance.

Column C: (Mandatory Field) Enter the number of Section 3 new hires for each category of workers identified in **Column A** in connection with this award. Section 3 new hire refers to a Section 3 resident who is not on the contractor's or recipient's payroll for employment at the time of selection for the Section 3 covered award or at the time of receipt of Section 3 covered assistance.

Column D: Enter the percentage of all the staff hours of new hires (Section 3 residents) in connection with this award.

Column E: Enter the percentage of the total staff hours worked for Section 3 employees and trainees (including new hires) connected with this award. Include staff hours for part-time and full-time positions.

Column F: (Mandatory Field) Enter the number of Section 3 residents that were trained in connection with this award.

Part II: Contract Opportunities

Block 1: Construction Contracts

Item A: Enter the total dollar amount of all contracts awarded on the project/program.

Item B: Enter the total dollar amount of contracts connected with this project/program that were awarded to Section 3 businesses.

Item C: Enter the percentage of the total dollar amount of contracts connected with this project/program awarded to Section 3 businesses.

Item D: Enter the number of Section 3 businesses receiving awards.

Block 2: Non-Construction Contracts

Item A: Enter the total dollar amount of all contracts awarded on the project/program.

Item B: Enter the total dollar amount of contracts connected with this project awarded to Section 3 businesses.

Item C: Enter the percentage of the total dollar amount of contracts connected with this project/program awarded to Section 3 businesses.

Item D: Enter the number of Section 3 businesses receiving awards.

Part III: Summary of Efforts – Self -explanatory

Submit one (1) copy of this report to the HUD Headquarters Office of Fair Housing and Equal Opportunity, at the same time the performance report is submitted to the program office. The Section 3 report is submitted by January 10. Include only contracts executed during the period specified in item 8. PHAs/IHAs are to report all contracts/subcontracts.

* The terms "low-income persons" and very low-income persons" have the same meanings given the terms in section 3 (b) (2) of the United States Housing Act of 1937. **Low-income persons** mean families (including single persons) whose incomes do not exceed 80 percent of the median income for the area, as determined by the Secretary, with adjustments for smaller and larger families, except that

The Secretary may establish income ceilings higher or lower than 80 percent of the median for the area on the basis of the Secretary's findings such that variations are necessary because of prevailing levels of construction costs or unusually high- or low-income families. **Very low-income persons** mean low-income families (including single persons) whose incomes do not exceed 50 percent of the median family income area, as determined by the Secretary with adjustments or smaller and larger families, except that the Secretary may establish income ceilings higher or lower than 50 percent of the median for the area on the basis of the Secretary's findings that such variations are necessary because of unusually high or low family incomes.

Section 3 Summary Report

Economic Opportunities for Low and

Very Low-Income Persons

1. Recipient/Project Name: San Diego Housing Commission		2. Total Amount of Award:	
3. Project Address/Location: 1122 Broadway, Ste. 300; San Diego, CA 92101		4. Contact Person: Sharon Chambers-Feaster	
5. Phone (include area code): (619) 578-7513			
6. Email: lasharonc@sdhc.org			
7. Reporting Period		Begin Date: 7/1/2020 End Date: 6/30/2021	
8. Date Report Submitted: 8/24/2021		9. Program Code: 4 Homeless Assistance	
10. Funding Program Name: Emergency Solutions Grant (ESG)			

Part I: Employment and Training (*Columns B, C, and F are mandatory fields. Include New Hires in E & F)

A Job Category	B Number of Full-Time New Hires	C Number of Full-Time New Hires that are Sec 3 Residents	D Total Percentage of Section 3 New Hires	E % of Total Staff Hours for Sec 3 Employees & Trainees		F Number of Section 3 Trainees
				S3E&TH	/ TSH = %	
Office and Management			#DIV/0!			#DIV/0!
Professional			#DIV/0!			#DIV/0!
Technicians			#DIV/0!			#DIV/0!
Service Workers			#DIV/0!			#DIV/0!
Office and Clerical			#DIV/0!			#DIV/0!
Sales			#DIV/0!			#DIV/0!
Craft Workers (Skilled)			#DIV/0!			#DIV/0!
Operatives (Semi-Skilled)			#DIV/0!			#DIV/0!
Laborers (Unskilled)			#DIV/0!			#DIV/0!
Other:			#DIV/0!			#DIV/0!
			#DIV/0!			#DIV/0!
			#DIV/0!			#DIV/0!
			#DIV/0!			#DIV/0!
Total	0	0	#DIV/0!	0	0	#DIV/0!

Part II: Contracts Awarded during the period of this report

1. Construction Contracts:	
A. Total dollar amount of construction contracts awarded on the project	\$0.00
B. Dollar amount of construction contracts awarded to Section 3 businesses	\$0.00
C. Percentage of construction contract dollar amount awarded to Section 3 businesses	#DIV/0!
D. Number of Section 3 businesses receiving construction contracts	0
2. Non-Construction Contracts	
A. Total dollar amount of non-construction contracts awarded on the project	\$5,218,239.00
B. Dollar amount of non-construction contracts awarded to Section 3 businesses	\$1,282,016.00
C. Percentage of non-construction contract dollar amount awarded to Section 3 businesses	25%
D. Number of Section 3 businesses receiving non-construction contracts	0

* Use Column E if necessary to compare groups containing both full and part-time workers, and those working overtime. Show Section 3 Employees' and Trainees' hours worked, divided by Total staff hours worked.

Part III: Summary

Indicate the efforts made to direct the employment and other economic opportunities generated by HUD financial assistance for housing and community development programs, to the greatest extent feasible, toward low-and very low-income persons, particularly those who are recipients of government assistance for housing. (Check all that apply.)

yes Attempted to recruit low-income residents through: local advertising media, signs prominently displayed at project site, contracts with the community organizations and public or private agencies operating within the metropolitan area (or nonmetropolitan county) in which the Section 3 covered program or project is located, or similar methods.

yes Participated in a HUD program or other program which promotes the training or employment of Section 3 Residents.

yes Participated in a HUD program or other program which promotes the award of contracts to business concerns which meet the definition of Section 3 business concerns.

Coordinated with Youthbuild Programs administered in the metropolitan area in which the Section 3 covered project is located.

yes Other; describe below. (Include any obstacles that prevented achieving program goals.)

HUD Section 3 is not applicable to ESG funded non-construction activity. The non-construction dollar amount listed represents ESG-RRH, Supportive Services and Property Management-Hotel Circle, Consultant Services, and Supportive Services and Property Management- Kearny Mesa.

***Program Codes:**

- 1 Flexible Subsidy
- 2 Section 202/811
- 3A Public/Indian Housing Development
- 3B Public/Indian Housing Operation
- 3C Public/Indian Housing Modernization
- 4 Homeless Assistance
- 5 HOME Assistance
- 6 HOME Assistance-State Administered
- 7 CDBG Entitlement
- 8 CDBG- State Administered
- 9 Other Community Development Programs
- 10 Other Housing Programs

Section 3 of the Housing and Urban Development Act of 1968, as amended 12 U.S.C. 1701u, mandates that the Department ensures that employment and other economic opportunities generated by its housing and community development assistance programs are directed towards low- and very-low income persons, particularly those who are recipients of government assistance housing. The regulations are found at 24 CFR Part 135. The information will be used by the Department to monitor program recipients' compliance with Section 3, to assess the results of the Department's effort to meet the statutory objectives of Section 3, to prepare reports to Congress, and by recipients as a self-monitoring tool. The data is entered into a database and will be analyzed and distributed. The collection of information involves recipients receiving Federal financial assistance for housing and community development programs covered by Section 3. The information will be collected annually to assist HUD in meeting its reporting requirements under Section 808(e)(6) of the Fair Housing Act and Section 916 of the HCDA of 1992. An assurance of confidentiality is not applicable to this form. The Privacy Act of 1974 and OMB Circular A-108 are not applicable. The reporting requirements do not contain sensitive questions. Data is cumulative; personal identifying information is not included.

HUD Field Office:
Los Angeles

Section 3 Summary Report

Economic Opportunities for Low and

Very Low-Income Persons

1. Recipient/Project Name:		2. Total Amount of Award:			
San Diego Housing Commission		\$112,563,704.00			
3. Project Address/Location:		4. Contact Person:		5. Phone (include area code):	
1122 Broadway, Ste. 300; San Diego, CA 92101		Sharon Chambers-Feaster		(619) 578-7513	
7. Reporting Period					
6. Email:		Begin Date:		End Date:	
lasharonc@sdhc.org		7/1/2020		6/30/2021	
8. Date Report Submitted:		9. Program Code:		10. Funding Program Name:	
8/24/2021		5 HOME Assistance		HOME Assistance	

Part I: Employment and Training (*Columns B, C, and F are mandatory fields. Include New Hires in E & F)

A Job Category	B Number of Full-Time New Hires	C Number of Full-Time New Hires that are Sec 3 Residents	D Total Percentage of Section 3 New Hires	E % of Total Staff Hours for Sec 3 Employees & Trainees		F Number of Section 3 Trainees
				S3E&TH	/ TSH = %	
Office and Management			#DIV/0!			#DIV/0!
Professional			#DIV/0!			#DIV/0!
Technicians			#DIV/0!			#DIV/0!
Service Workers			#DIV/0!			#DIV/0!
Office and Clerical			#DIV/0!			#DIV/0!
Sales			#DIV/0!			#DIV/0!
Craft Workers (Skilled)	74	63	85%			#DIV/0!
Operatives (Semi-Skilled)			#DIV/0!			#DIV/0!
Laborers (Unskilled)	7	4	57%			#DIV/0!
Other:			#DIV/0!			#DIV/0!
Drywall	1	1	100%			#DIV/0!
Insulator	2	2	100%			#DIV/0!
			#DIV/0!			#DIV/0!
Total	84	70	83%	0	0	#DIV/0!

Part II: Contracts Awarded during the period of this report

1. Construction Contracts:	
A. Total dollar amount of construction contracts awarded on the project	\$112,563,704.00
B. Dollar amount of construction contracts awarded to Section 3 businesses	\$34,048,021.00
C. Percentage of construction contract dollar amount awarded to Section 3 businesses	30%
D. Number of Section 3 businesses receiving construction contracts	33
2. Non-Construction Contracts	
A. Total dollar amount of non-construction contracts awarded on the project	\$0.00
B. Dollar amount of non-construction contracts awarded to Section 3 businesses	\$0.00
C. Percentage of non-construction contract dollar amount awarded to Section 3 businesses	#DIV/0!
D. Number of Section 3 businesses receiving non-construction contracts	0

* Use Column E if necessary to compare groups containing both full and part-time workers, and those working overtime. Show Section 3 Employees' and Trainees' hours worked, divided by Total staff hours worked.

Part III: Summary

Indicate the efforts made to direct the employment and other economic opportunities generated by HUD financial assistance for housing and community development programs, to the greatest extent feasible, toward low-and very low-income persons, particularly those who are recipients of government assistance for housing. (Check all that apply.)

yes Attempted to recruit low-income residents through: local advertising media, signs prominently displayed at project site, contracts with the community organizations and public or private agencies operating within the metropolitan area (or nonmetropolitan county) in which the Section 3 covered program or project is located, or similar methods.

yes Participated in a HUD program or other program which promotes the training or employment of Section 3 Residents.

yes Participated in a HUD program or other program which promotes the award of contracts to business concerns which meet the definition of Section 3 business concerns.

Coordinated with Youthbuild Programs administered in the metropolitan area in which the Section 3 covered project is located.

yes Other; describe below. (Include any obstacles that prevented achieving program goals.)

During the reporting period, the San Diego Housing Commission utilized its registry of certified Section 3 Residents and certified Section 3 Business Concerns to disseminate employment and contracting opportunities; and monitored applicable contracts and projects to ensure compliance.

***Program Codes:**

- 1 Flexible Subsidy
- 2 Section 202/811
- 3A Public/Indian Housing Development
- 3B Public/Indian Housing Operation
- 3C Public/Indian Housing Modernization
- 4 Homeless Assistance
- 5 HOME Assistance
- 6 HOME Assistance-State Administered
- 7 CDBG Entitlement
- 8 CDBG- State Administered
- 9 Other Community Development Programs
- 10 Other Housing Programs

Section 3 of the Housing and Urban Development Act of 1968, as amended 12 U.S.C. 1701u, mandates that the Department ensures that employment and other economic opportunities generated by its housing and community development assistance programs are directed towards low- and very-low income persons, particularly those who are recipients of government assistance housing. The regulations are found at 24 CFR Part 135. The information will be used by the Department to monitor program recipients' compliance with Section 3, to assess the results of the Department's effort to meet the statutory objectives of Section 3, to prepare reports to Congress, and by recipients as a self-monitoring tool. The data is entered into a database and will be analyzed and distributed. The collection of information involves recipients receiving Federal financial assistance for housing and community development programs covered by Section 3. The information will be collected annually to assist HUD in meeting its reporting requirements under Section 808(e)(6) of the Fair Housing Act and Section 916 of the HCDA of 1992. An assurance of confidentiality is not applicable to this form. The Privacy Act of 1974 and OMB Circular A-108 are not applicable. The reporting requirements do not contain sensitive questions. Data is cumulative; personal identifying information is not included.