

Governor's Reorganization Plan 2025

Business and Consumer Services Agency
&
California Housing and Homelessness Agency

Purpose and Goals

- BCSH will be reorganized into two agencies focused on improving state housing policy, consumer protection, and service delivery:
 - **California Housing and Homelessness Agency (CHHA):** Dedicated to addressing the full spectrum of California's housing needs.
 - **Business and Consumer Services Agency (BCSA):** Dedicated to providing effective and efficient regulation and focused consumer protection

Business and Consumer Services Agency



Business and Consumer Services
Agency



Department
of Alcoholic
Beverage
Control



Alcoholic
Beverage
Control
Appeals
Board



Cannabis
Control
Appeals
Panel



California
Horse
Racing
Board



Department
of Cannabis
Control



Department
of Consumer
Affairs



Department of
Financial
Protection and
Innovation



Department of
Real Estate

Enhancing Consumer Protection

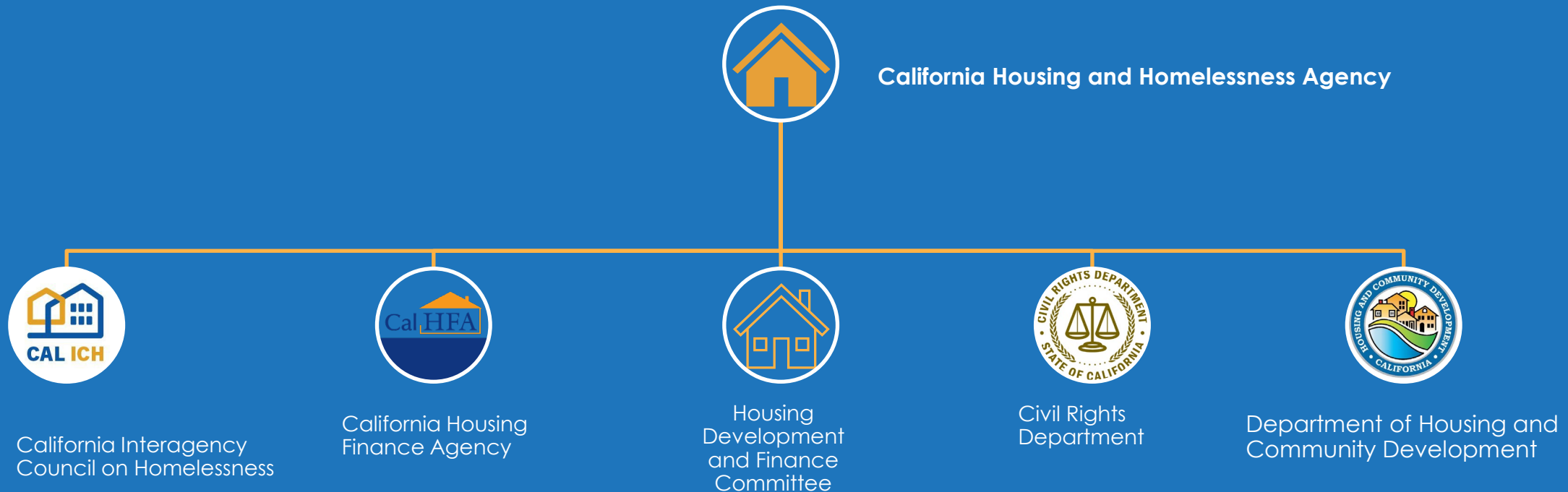
Improve how consumers and businesses interact with government by establishing a state agency exclusively focused on strengthening consumer protection, increasing regulatory efficiency, and enhancing licensing and enforcement functions.

Key Objectives:

- Enhanced Consumer Protection Focus
- Increased Focus on Regulatory Efficiency

California Housing and Homelessness Agency

Responsible for addressing the housing needs of all Californians – from people experiencing homelessness to first-time homebuyers.



Advancing Housing Solutions

To create a California where residents have access to safe, dignified, and affordable housing. By focusing on the full spectrum of housing needs - from preventing homelessness, to producing low-income housing, to promoting homeownership. CHHA will also be responsible for advancing civil rights laws and protections, including efforts to equal employment protections.

Key Objectives:

- Streamlined Funding and Compliance
- Accelerating Progress Toward CA's Housing Goals

Maintaining Existing Connections

- CHHA and BCSCA will maintain and expand existing partnerships in all areas related to consumer protections and housing including ongoing work at the Department of Financial Protections and Innovation and the Department of Real Estate.
- CHHA will also maintain and expand existing partnerships as they relate to transportation, climate, housing.

Role of HCD

- Focus on the administration of government-to-government financing.
- Existing divisions within HCD will remain unchanged:
 - Federal financial assistance
 - Policy, planning, accountability
 - Fair housing
 - Codes and Standards
- **NOFA calendar is unchanged.**

Housing Development and Finance Committee (HDFC)

Executive Committee (Board, comprised of Secretary, HCD Director, CalHFA Executive Director)

- Overseeing One Stop Shop and aligning programs and funding opportunities across state government.
- Approving program guidelines and awards in public meetings.
- Oversight for multifamily affordable housing programs administered by the Committee.
- Streamlining asset management for affordable housing developments.

Housing Development and Finance Committee

Committee Staff:

- Day to day work of the committee including:
 - Making award recommendations.
 - Consolidating programs coming from HCD and overseeing phased transfer.
 - Administering aligned asset management.

Phasing of transition

FY 25-26

- Development of single application and award process (sources administered by Committee).
 - Solicit input from all impacted entities: HCD, TCAC, CDLAC, CalHFA, nonprofits, for-profits, tribal governments, local governments.
- Recommendations for streamlining compliance monitoring
- Recommendations due July 2026 on funding application and alignment.

FY 26-27:

- CHHA is stood up, BCSH is dissolved.
- Programs are transferred over from HCD upon appropriation and subject to the budget.

Additional changes

FY 25-26:

- Mandated collaboration between CHHA and CHHS to align funding, policies, and data to achieve goals of Statewide Housing Plan and Action Plan to End and Prevent Homelessness.

FY 26-27:

- ICH becomes an independent business unit within CHHA.

Government Reorganization Plan Process

