



**RBA: City of Austin Operating Service Agreement
CITY OF AUSTIN
RECOMMENDATION FOR BOARD ACTION**

**AGENDA ITEM NO: 2
AGENDA DATE: 09/23/2010
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SUBJECT: Authorize the negotiation and execution of a one-year service agreement with the City of Austin to manage and operate affordable housing programs for the City during Fiscal Year 2010-2011, funded by the City's U.S. Department of Housing and Urban Development funds and local housing funds in an amount not to exceed \$7,849,957.

AMOUNT & SOURCE OF FUNDING: Funding is available in the Fiscal Year 2010-2011 Operating Budget of the Austin Housing Finance Corporation. Grant funding is contingent on the release of Fiscal Year 2011 federal funds from the U.S. Department of Housing and Urban Development (HUD).

FISCAL NOTE: There is no unanticipated fiscal impact. A fiscal note is not required.

REQUESTING DEPARTMENT: Austin Housing Finance Corporation

FOR MORE INFORMATION CONTACT: Elizabeth A. Spencer, Acting Treasurer, Neighborhood Housing and Community Development, 974-3182.

PRIOR BOARD ACTION:

PRIOR COUNCIL ACTION:

The recommended action authorizes staff to negotiate and execute the annual operating service agreement with the City of Austin. The agreement is funded with federal and local housing funds in an amount not to exceed \$7,849,957 (Exhibit A). AHFC will manage and operate various housing programs, including renter assistance, homebuyer assistance, homeowner assistance and housing developer assistance. The total estimated number of households to be served through these programs is 2,068.

Created in 1979 as a public, non-profit corporation pursuant to Chapter 394 of the Texas Local Government Code, the AHFC has administered these housing programs for the City for the past several years. Employees of the City's Neighborhood Housing and Community Development Office manage the operations of AHFC through this annual service agreement. AHFC offices are located within the Neighborhood Housing and Community Development office at 1000 East 11th Street.

AUSTIN HOUSING FINANCE CORPORATION
Grant Operating Budget
Fiscal Year 2010-2011
Exhibit A

	<u>Funding Source</u>	<u>New Funding Fiscal Year 2010-2011</u>	<u>Estimated Households to be Served</u>
SOURCES OF FUNDS			
Transfer from City of Austin			
	Housing Trust Fund	350,248	
	Sustainability Fund	198,729	
	Austin Energy	550,000	
Sub-total Local Sources		<u>1,098,977</u>	
	HOME	4,078,636	
	CDBG	2,672,344	
Sub-total Grant Sources		<u>6,750,980</u>	
Total Sources of Funds		<u>\$ 7,849,957</u>	
USES OF FUNDS			
<u>Renter Assistance</u>			
Tenant-Based Rental Assistance	HOME	510,300	115
<u>Homebuyer Assistance</u>			
Housing Smarts	Sustainability Fund	159,113	340
Down Payment Assistance	CDBG	11,500	
	HOME	1,279,279	47
Subtotal Down Payment Assistance		<u>1,290,779</u>	<u>47</u>
Subtotal <u>Homebuyer Assistance</u>		<u>1,449,892</u>	<u>387</u>
<u>Homeowner Assistance</u>			
Architectural Barrier Removal	CDBG	1,367,210	298
Emergency Home Repair	CDBG	1,000,000	450
Homeowner Rehabilitation Loan Program	CDBG	41,170	-
	HOME	1,198,995	15
		<u>1,240,165</u>	<u>15</u>
Holly Good Neighbor	Austin Energy	550,000	63
Subtotal <u>Homeowner Assistance</u>		<u>4,157,375</u>	<u>826</u>
<u>Housing Developer Assistance</u>			
Rental Housing Development Assistance	CDBG	176,432	-
	HOME (CHDO)	339,887	1
	Housing Trust Fund	150,248	5
Subtotal, Rental Housing Development Assistance		<u>666,567</u>	<u>6</u>
Acquisition and Development	CDBG	76,032	14
	HOME	190,239	12
	HOME (CHDO)	339,886	1
	Housing Trust Fund	200,000	-
Subtotal, <u>Acquisition & Development</u>		<u>806,157</u>	<u>27</u>
CHDO Operations Expenses Grants	HOME	220,050	7
S.M.A.R.T. Housing TM	Sustainability Fund	39,616	700
Subtotal <u>Housing Developer Assistance</u>		<u>1,732,390</u>	<u>740</u>
Total Uses of Funds		<u>\$ 7,849,957</u>	<u>\$ 2,068</u>