Thursday, March 3, 2011

Neighborhood Housing and Community Development   **Item No. 8**
RECOMMENDATION FOR COUNCIL ACTION

Subject: Approve an ordinance amending the Fiscal Year 2010-2011 Neighborhood Housing and Community Development Office Special Revenue Fund Ordinance No. 20100913-002 to accept and appropriate $1,027,000 in Program Income from the Community Development Block Grant (CDBG), Community Development Block Grant-Revolving Loan Fund, and the HOME grant for housing, community development, and grant administration programs.

Amount and Source of Funding: Funding in the amount of $70,000 is projected in Community Development Block Grant Program Income; $302,000 is projected in Community Development Block Grant Revolving Loan Funds; and, $655,000 is projected in HOME Program Income in the Fiscal Year 2010-2011 Amended Operating Budget Neighborhood Housing and Community Development Fund.

Fiscal Note: A fiscal note is attached.

For More Information: Elizabeth A. Spencer, Director, Neighborhood Housing and Community Development Office, 974-3182.

The U.S. Department of Housing and Urban Development requires NHCD to submit annually through its Action Plan the department's projected program income and the allocation of these federal funds.

This item will approve the appropriation of projected Community Development Block Grant (CDBG) and HOME program income and CDBG revolving loan funds for Fiscal Year 2010-2011. Program income is defined as gross income received by the City of Austin, or the Austin Housing Finance Corporation, directly generated from the use of CDBG or HOME funds. Program income will be available to all programs in accordance with Housing and Urban Development regulations.

CDBG Revolving Loan Funds (Revolving Loan Fund) are established for the purpose of carrying out specific activities which, in turn, generate payments to the Revolving Loan Fund for use in carrying out the same activities. Revolving Loan Fund dollars will be available to the programs that generated the initial loan.