

A G E N D A



Recommendation for Council Action

Austin City Council	Item ID	8921	Agenda Number	36.
---------------------	---------	------	---------------	-----

Meeting Date:	9/22/2011	Department:	Neighborhood and Community Development
---------------	-----------	-------------	--

Subject

Authorize the City Manager to negotiate and execute a one-year service agreement with the Austin Housing Finance Corporation to manage and operate various housing programs on the City's behalf during Fiscal Year 2011-2012, funded by proceeds from the City's General Obligation Housing Bonds in an amount not to exceed \$6,649,505.

Amount and Source of Funding

Funding is available in the Capital Budget of the Neighborhood Housing and Community Development Office.

Fiscal Note

There is no unanticipated fiscal impact. A fiscal note is not required.

Purchasing Language:	
Prior Council Action:	
For More Information:	Contact Elizabeth A. Spencer, Director, 974-3182.
Boards and Commission Action:	
MBE / WBE:	
Related Items:	

Additional Backup Information

The recommended action authorizes the City Manager to negotiate and execute the City's annual service agreement with the Austin Housing Finance Corporation (AHFC) allowing the AHFC to use up to \$6,649,505 during the Fiscal Year 2011-2012 from the City's General Obligation (GO) Bond proceeds to fund, manage and operate various housing programs on the City's behalf.

Of the \$6,649,505 in GO Bond proceeds, the rental housing programs will use up to \$4,000,000 for eligible activities that include permanent housing with supportive services, special needs housing and affordable rental housing through acquisition, development, construction and rehabilitation. The rental housing programs will serve families making up to 50 percent of the area's median family income (MFI - currently \$37,450 for a family of four) and will target families making less than 30 percent of the area's MFI (currently \$22,450 for a family of four). The programs will serve an estimated 207 households.

Up to \$1,264,505 of GO Bond proceeds will be used for homeownership programs; eligible activities to include affordable homeownership through acquisition, development, construction and rehabilitation. The homeownership programs will serve families making up to 80 percent of the area's MFI (currently \$59,900 for a family of four) and

will target those making between 50 percent and 65 percent of the area's MFI (from \$37,450 to \$48,685). This program will serve approximately 10 households.

Up to \$1,135,000 of G.O. bond proceeds will be used for emergency repairs to the homes of low-income residents. The goal is to serve an estimated 75 households.

Up to \$250,000 of GO Bond proceeds will be used for Architectural Barrier Removal – Rental Program to low-income tenants. The goal is to serve an estimated 25 households.

Created in 1979 as a public, non-profit corporation pursuant to Chapter 394 of the Texas Local Government Code, the AHFC administers numerous housing programs for the City including assisted housing, rental housing, home buyer services and owner-occupied services using federal and local funds.