



Recommendation for Action

File #: 19-1193, **Agenda Item #:** 17.

3/28/2019

Posting Language

Approve an ordinance amending the fiscal year 2018-2019 Pay for Success Reserve Fund Operating Budget (Ordinance No. 20180911-001) to appropriate \$1,200,000 for a project delivering permanent supportive housing services. Related to item 19-1172.

Lead Department

Austin Public Health

Fiscal Note

Funding in the amount of \$1,200,000 is available from the ending balance of the Fiscal Year 2018-2019 Pay for Success Reserve Fund. A fiscal note is attached.

Prior Council Action:

On January 26, 2017, Council passed Resolution No. 20170126-043, directing the City Manager to develop a Pay for Success action plan for permanent supportive housing in which the City would be an end-payor on a vote of 11-0. On November 20, 2014, Council passed Resolution No. 20141120-084, directing the City Manager to explore technical assistance and grant funding opportunities for studying the feasibility of social impact financing for community projects, on a vote of 7-0.

For More Information:

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Additional Backup Information:

As outlined in Austin Public Health memos to Mayor and Council on May 23, 2017, September 1, 2017, and August 17, 2018, multiple City departments have worked in response to Resolution No. 20170126-043 to develop a Pay for Success action plan for a permanent supportive housing project in Austin/Travis County. A component of this project will be Austin Public Health's representation on a governance committee with other end-payors and project stakeholders to evaluate progress, address barriers to success, and negotiate any changes necessary to serve the interests of program participants, project stakeholders, and the City. Other potential end-payors and financial commitments currently include:

Travis County	\$600,000 annually	\$3 million for five-year project
Central Health	\$400,000 annually	\$2 million for five-year project
Community Care Collaborative	\$400,000 annually	\$2 million for five-year project
Episcopal Health Foundation	\$400,000 annually	\$2 million for five-year project

Additionally, on behalf of the community, the Ending Community Homelessness Coalition has received the following

grant funding for this Pay for Success project:

- \$881,376 from the U.S. Department of Housing and Urban Development and the Department of Justice
- \$885,373 from the St. David's Foundation to support a pilot program serving 24 PSH households
- \$250,000 from the Nonprofit Finance Fund

The \$6 million in City funding for this five-year project is helping to leverage over \$11 million in funding from other community partners, foundations, and grants from non-profits and the federal government.