File #: 19-1489, **Agenda Item #:** 8.   4/11/2019

Posting Language

Authorize negotiation and execution of Amendment No. 1 to the 2018-2019 Service Agreement with Austin Housing Finance Corporation in the amount of $42,000,000 for a contract total amount not to exceed $58,873,323.

Lead Department

Neighborhood Housing and Community Development.

Fiscal Note

This item has no fiscal impact.

Prior Council Action:

March 7, 2019 - Council approved ordinance No. 20190307-003, which amended the Fiscal Year 2018-2019 Capital Budget (Ordinance No. 20180911-001) to increase appropriations of Neighborhood Housing & Community Development Department by $42,000,000 for affordable housing on a 11-0 vote.

March 7, 2019 - Council approved resolution No. 20190307-004, which declared the City of Austin's official intent to reimburse itself from 2018 General Obligation Bonds to be issued for expenditures in the total amount of $151,200,000 on a 11-0 vote.

September 20, 2018 - Austin City Council authorized negotiation and execution of a one-year service agreement between the City of Austin and Austin Housing Finance Corporation for fiscal year 2018-2019.

For More Information:

Rosie Truelove, Treasurer, Austin Housing Finance Corporation, 512-974- 3064; or Alex Zamora, Chief Administrator Officer, Neighborhood Housing and Community Development, 512-974-3151.

Additional Backup Information:

This action amends the Fiscal Year 2018-2019 Service Agreement with the Austin Housing Finance Corporation in the amount of $42,000,000 (see Exhibit A).

The $42 million for the service agreement will be funded by the issuance of $250 million in affordable housing general obligation bonds approved by voters on November 6, 2018.

Of this total, $2,000,000 will be used for the GO Repair! Program and $40,000,000 for the Housing Development Assistance Program ($20,000,000 for Land Acquisition, $16,000,000 for Rental Housing Development Assistance, and $4,000,000 for Ownership Housing Development Assistance).