

BUDGET REPORT AND MEASURE SUMMARY

Joint Committee On Ways and Means

Action:

Action Date:

Vote:

Prepared By: Michelle Deister, Legislative Fiscal Office

Reviewed By: Krista McDowell, Legislative Fiscal Office

Agency: Housing and Community Services Department

Biennium: 2015-17

Budget Summary*

| | 2013-15 Legislatively Approved Budget ⁽¹⁾ | 2015-17 Current Service Level | 2015-17 Committee Recommendation | Committee Change from 2013-15 Leg. Approved | |
|--------------|---|----------------------------------|-------------------------------------|--|----------|
| | | | | \$\$ Change | % Change |
| General Fund | \$ 0 | \$ 0 | \$ 117,779 | \$ 117,779 | |
| Other Funds | \$ 0 | \$ 0 | \$ 88,979 | \$ 88,979 | |
| Total | \$ 0 | \$ 0 | \$ 206,758 | \$ 206,758 | |

Position Summary

| | | | | |
|--------------------------------------|-------|-------|------|------|
| Authorized Positions | 00 | 00 | 1 | 1 |
| Full-time Equivalent (FTE) positions | 00.00 | 00.00 | 0.92 | 0.92 |

(1) Includes adjustments through December 2014

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The measure appropriates General Fund to the Housing and Community Services Department in the amount of \$117,779 General Fund, and establishes Other Funds limitation of \$88,979 for costs associated with a position tasked with developing the Local Innovation and Fast Track Housing Program, as described in the measure. The amount of Other Funds is 50% of the position cost, which will be funded from bond proceeds once bonds are issued and specific projects are identified that the position will be monitoring, or from other operating revenue.

Summary of Capital Construction Subcommittee Action

House Bill 2198 directs the Housing and Community Services Department to develop and implement the Local Innovation and Fast Track Housing (LIFT Housing) program, which will be funded through proceeds from bonds issued pursuant to Article XI-Q of the constitution. The measure allows the Housing and Community Services Department to acquire, construct, remodel, repair, equip or furnish real property that is or will be owned by the State for the purpose of providing affordable housing for low income individuals or families. The bill defines what constitutes an interest in real property that is owned by the state for purposes of the program, and includes considerations that the department is to employ when funding housing projects. Those considerations include maximizing the number of units, ensuring the longest possible affordability for those units, geographic considerations including greatest need, the severity of rent burden, availability of affordable housing, and vacancy rates. In devising the program, the department and the Housing Council are to develop strategies to reach underserved communities and reduce

project costs, as well as involve stakeholders. The department is to report regularly to the Housing Council on the progress of program development and projects funded.

The measure includes funding for a limited duration Program Analyst 4 position (0.92 FTE). The position is needed to work with bond counsel and the Housing Council to develop program rules and application process pursuant to the criteria outlined in the bill. Fifty percent of personal services cost and 100% of related services and supplies are to be funded through a one-time General Fund appropriation to the Housing and Community Services Department. The remainder of position costs will be funded with bond proceeds (Other Funds) once bonds are issued and specific projects are identified which the position will be responsible for underwriting and monitoring, or from other operating revenue.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 2198-C

Housing and Community Services Department
Michelle Deister -- 503-986-1817

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE |
|---|-------------------|---------------|------------------|-------------|---------------|-------------|-------------------|-------------|-------------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | |
| 2013-15 Legislatively Approved Budget at Dec 2014 * | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 0 | 0.00 |
| 2015-17 Current Service Level (CSL)* | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | 0 | 0.00 |
| <u>SUBCOMMITTEE ADJUSTMENTS</u> | | | | | | | | | |
| Housing and Community Services Department | | | | | | | | | |
| HB 2198 | | | | | | | | | |
| Personal Services | \$ 88,979 | \$ - | \$ 88,979 | \$ - | \$ - | \$ - | \$ 177,958 | 1 | 0.92 |
| Services and Supplies | \$ 28,800 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 28,800 | | |
| TOTAL ADJUSTMENTS | \$ 117,779 | \$ - | \$ 88,979 | \$ - | \$ - | \$ - | \$ 206,758 | 1 | 0.92 |
| SUBCOMMITTEE RECOMMENDATION * | \$ 117,779 | \$ - | \$ 88,979 | \$ - | \$ - | \$ - | \$ 206,758 | \$ 1 | 0.92 |
| % Change from 2013-15 Leg Approved Budget | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| % Change from 2015-17 Current Service Level | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |