To: Transportation and Economic Development Subcommittee

From: Michelle Deister, Legislative Fiscal Office

Date: June 28, 2017

Subject: HB 2912 - Work Session Recommendations

House Bill 2912 establishes a land acquisition revolving loan program within the Department of Housing and Community Services, to provide financial assistance for the purchase of land for affordable housing development. The Department will fund the program with $3 million of existing resources from an undersubscribed predevelopment program.

The proposed amendment eliminates provisions of the measure that establish a separate fund for this program. A separate fund is not necessary, given that the program will be funded from existing resources. No additional expenditure limitation is necessary (as such limitation was already included in the budget for the predevelopment program) but two limited duration positions (0.50 FTE each) and attendant services and supplies are recommended for administration of the program; this leaves approximately $2.7 million for land acquisition activities. All funds are anticipated to be expended by the end of the 2017-19 biennium.

Recommended Changes

LFO recommends adoption of the -1 amendment.

> MOTION: I move adoption of the -1 amendment to HB 2192. (VOTE)

Final Subcommittee Action

LFO recommends that HB 2192, as amended by the -1amendment, to be moved to the Ways and Means Full Committee.

> MOTION: I move HB 2192, as amended, to the Full Committee with a do pass recommendation. (VOTE)

<u>Carriers</u>

Full Committee: _____

House Floor: _____

Senate Floor: _____