

HB 4003 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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**Housing and Community Services Department
2019-21**

PRELIMINARY

Budget Summary*

	2019-21 Legislatively Adopted Budget	2020 Committee Recommendation	Committee Change from 2019-21 Leg. Adopted	
			\$ Change	% Change
General Fund	\$ -	\$ 5,000,000	\$ 5,000,000	100.0%
Other Funds	\$ -	\$ 4,000,000	\$ 4,000,000	100.0%
Total	\$ -	\$ 9,000,000	\$ 9,000,000	100.0%

Position Summary

Authorized Positions	0	1	1
Full-time Equivalent (FTE) Positions	0.00	0.50	0.50

* Excludes Capital Construction Expenditures

Summary of Revenue Changes

House Bill 4003 provides a one-time appropriation of \$5,000,000 General Fund to the Housing and Community Services Department (HCSD) for the 2019-21 biennium for technical assistance, grants and loans to culturally specific organizations that provide assistance with homeownership. Of the \$5,000,000 General Fund appropriation, \$4,000,000 will be deposited into the Home Ownership Assistance Account within the Single Family Housing program, resulting in a corresponding increase in Other Funds revenue of \$4,000,000.

Summary of Capital Construction Subcommittee Action

The Subcommittee approved a one-time \$5,000,000 General Fund appropriation to HCSD in the 2019-21 biennium to provide technical assistance, grants and loans to increase homeownership for populations that experience disparities in homeownership. The bill will continue the Joint Task Force on Addressing Racial Disparities in Home Ownership through January 31, 2021 and requires the Task Force submit a report to an appropriate committee of the Legislative Assembly by December 1, 2020.

Funding provided in the bill will support the Housing Stabilization and Single Family Housing programs as follows:

- \$4,000,000 General Fund to the Single Family Housing program for deposit into the Home Ownership Assistance Account. The bill directs \$1,000,000 be used for technical assistance, grants and loans to organizations that seek to remove disparities in home ownership. In

addition, the bill directs \$3,000,000 be used for down payment assistance to populations that have experienced barriers to home ownership.

- \$4,000,000 Other Funds expenditure limitation to fund position costs of \$117,693 Other Funds for a Program Analyst 3 (0.50 FTE) and program costs of \$3,672,767 Other Funds. The position is anticipated to continue into the 2021-23 biennium with costs projected at \$209,540 Other Funds. The revenue to support the Other Funds expenditures is the \$4,000,000 General Fund referenced above. Although funding is assumed to be one-time in nature, HCSD does not anticipate that it could create the culturally specific homeownership technical assistance guidelines and fully disperse funding within the 2019-21 biennium. To ensure funds are fully disbursed and attendant staffing needs are funded, the agency anticipates carryforward of Other Funds for expenditures in 2021-23.
- \$1,000,000 General Fund to the Housing Stabilization program to provide supplemental matching funds for Individual Development Account (IDA) holders to assist with the purchase of their primary residence. HCSD will amend its existing contractor with a third party contract administrator to deliver these services.

PRELIMINARY

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Housing and Community Services Department
 Ali Webb - 503-378-4588

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE	
			LIMITED	NONLIMITED	LIMITED	NONLIMITED				
SUBCOMMITTEE ADJUSTMENTS										
SCR 010-00 - Housing Stabilization Programs										
Special Payments	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	1,000,000		
SCR 040-00 - Single Family Housing Programs										
Personal Services	\$ -	\$ -	\$ 96,935	\$ -	\$ -	\$ -	\$ 96,935	1	0.50	
Services and Supplies	\$ -	\$ -	\$ 20,758	\$ -	\$ -	\$ -	\$ 20,758			
Special Payments (Acct 6060)	\$ 4,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,000,000			
Special Payments	\$ -	\$ -	\$ 3,882,307	\$ -	\$ -	\$ -	\$ 3,882,307			
TOTAL SUBCOMMITTEE ADJUSTMENTS	\$ 5,000,000	\$ -	\$ 4,000,000	\$ -	\$ -	\$ -	\$ 9,000,000	1	0.50	

PRELIMINARY