

City of Portland, Oregon

FINANCIAL IMPACT STATEMENT

For Council Action Items

(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Margaret Jonsson		2. Telephone No. 3-2377	3. Bureau/Office/Dept. PHB 157/500
4a. To be filed (date) 6/2/2010	4b. Calendar (Check One) Regular Consent 4/5ths X	5. Date Submitted to FPD Budget Analyst: 5/25/2010	

1) Legislation Title:

* Authorize a loan agreement with Villa de Suenos, LP in the amount of \$1,125,000 for the rehabilitation of 28 affordable housing units. (Ordinance; Loan Agreement No. 32000331)

2) Purpose of the Proposed Legislation:

The purpose of HOME loan is to assist in the repair and renovation of the Villa de Sueños Apartments, a 28-unit complex that was completed in 1999 with financing from the Low Income Housing Tax Credit program. Subsequently the project encountered significant damage from water and mold due to faulty original installation of siding, windows and roofing materials. The project provides affordable housing to large families at or below 60% of area median income.

3) Revenue:

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated please identify the source. No

4) Expense:

What are the costs to the City as a result of this legislation? What is the source of funding for the expense?

The \$1,125,000 in HOME funds is allocated from the Portland Housing Bureau's annual HOME allocation. An amount of \$400,000 has been allocated from the FY 2009-10 budget. The remaining \$725,000 has been designated to the project in the proposed FY 2010-11 budget.

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation? No

6) Will positions be created or eliminated in future years as a result of this legislation? No

Complete the following section only if an amendment to the budget is proposed. N/A

7) Change in Appropriations

Fund	Center Code	Account	Amount	Project Fund	Project No.

Margaret Van Vliet, Director

APPROPRIATION UNIT HEAD (Typed name and signature)