

## IMPACT STATEMENT

**Legislation title:** \*Amend subrecipient contract with Housing Development Center, Inc. by \$54,100 for a total value of \$151,100 to support the Risk Mitigation Pool program (Ordinance; amends contract 32001821)

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**Presenter name:** L. Ty Burnett

**Purpose of proposed legislation and background information:**

The City of Portland, through Portland Housing Bureau (PHB), has signed subrecipient contract #32001821 with Housing Development Center, Inc. (HDC), a nonprofit partner. As part of its contract, HDC administers the Risk Mitigation Pool (RMP) established in 2005 to support the 10-Year Plan to End Homelessness by reducing risks to owners and developers of affordable housing serving residents in units designated as “Permanent Supportive Housing” (PSH).

The RMP program provides this support by reimbursing owners for some financial losses, beyond those typical of affordable housing, associated with operating PSH units. Due to a large claim related to fire damage of one property in the RMP, the allocation for FY2018-19 is depleted. PHB needs to increase the contract’s budget by \$54,100 to replenish the funds available for the RMP program for the remainder of this Fiscal Year.

**Financial and budgetary impacts:**

The funding of \$54,100 is from PHB’s Housing Investment Fund FY2018-19 budget.

**Community impacts and community involvement:**

The RMP is a public fund, held and administered by HDC. It is used to reimburse participating affordable housing owners for costs to repair physical damages beyond normal wear and tear, extraordinary operating costs or rental losses, and other specified costs in the contract.

The RMP Advisory Committee, comprised of six community members who have experience in providing services to the homeless, affordable housing ownership and/or affordable housing management, provides recommendations on how the RMP can best mitigate financial risks associated with owning PSH units.

**100% Renewable Goal:**

Approval of this subrecipient contracts does not impact the City’s total or renewable energy use.

### Budgetary Impact Worksheet

**Does this action change appropriations?**

- YES:** Please complete the information below.  
 **NO:** Skip this section