

Portland, Oregon

FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT For Council Action Items

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

1. Name of Initiator Andrea Matthiessen	2. Telephone No. 823-2379	3. Bureau/Office/Dept. Portland Housing Bureau
4a. To be filed date 1/8/2014	4b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>	5. Date Submitted to Commissioner's office and FPD Budget Analyst: 12/11/2013
6a. Financial Impact Section: <input checked="" type="checkbox"/> Financial impact section completed		6b. Public Involvement Section: <input checked="" type="checkbox"/> Public involvement section completed

1) Legislation Title:

Establish annual sales price cap for the Homebuyer Opportunity Limited Tax Exemption Program (Resolution)

2) Purpose of the Proposed Legislation:

To maintain program compliance with state statute by establishing an annual sales price cap for single family units eligible to receive a property tax exemption under the Homebuyer Opportunity Limited Tax Exemption (HOLTE) Program.

3) Which area(s) of the city are affected by this Council item? (Check all that apply—areas are based on formal neighborhood coalition boundaries)?

- | | | | |
|--|------------------------------------|------------------------------------|--------------------------------|
| <input checked="" type="checkbox"/> City-wide/Regional | <input type="checkbox"/> Northeast | <input type="checkbox"/> Northwest | <input type="checkbox"/> North |
| <input type="checkbox"/> Central Northeast | <input type="checkbox"/> Southeast | <input type="checkbox"/> Southwest | <input type="checkbox"/> East |
| <input type="checkbox"/> Central City | | | |
| <input type="checkbox"/> Internal City Government Services | | | |

FINANCIAL IMPACT

4) Revenue: Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If so, please identify the source.

Although the HOLTE Program itself reduces future revenue to the City in the form of forgone property taxes, this Resolution does not impact the amount of foregone revenue that comes to the City, it merely limits the sales price for units eligible to receive the property tax exemption under the program.

5) Expense: What are the costs to the City related to this legislation? What is the source of funding for the expense? (Please include costs in the current fiscal year as well as costs in future years. If the action is related to a grant or contract please include the local contribution or match required. If there is a project estimate, please identify the *level of confidence*.)

N/A

6) Staffing Requirements:

- **Will any positions be created, eliminated or re-classified in the current year as a result of this legislation?** *(If new positions are created please include whether they will be part-time, full-time, limited term, or permanent positions. If the position is limited term please indicate the end of the term.)*

N/A

- **Will positions be created or eliminated in *future years* as a result of this legislation?**

N/A

(Complete the following section only if an amendment to the budget is proposed.)

7) Change in Appropriations *(If the accompanying ordinance amends the budget please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Fund Center column if new center needs to be created. Use additional space if needed.)*

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount

PUBLIC INVOLVEMENT

8) Was public involvement included in the development of this Council item (e.g. ordinance, resolution, or report)? Please check the appropriate box below:

- ☐ **YES:** Please proceed to Question #9.
☒ **NO:** Please, explain why below; and proceed to Question #10.

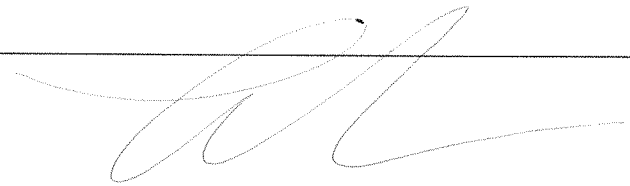
Sales price cap for the HOLTE program is not changing, it is being established for the program year by Resolution as required by Statute.

9) If "YES," please answer the following questions:

- a) What impacts are anticipated in the community from this proposed Council item?
- b) Which community and business groups, under-represented groups, organizations, external government entities, and other interested parties were involved in this effort, and when and how were they involved?
- c) How did public involvement shape the outcome of this Council item?
- d) Who designed and implemented the public involvement related to this Council item?
- e) Primary contact for more information on this public involvement process (name, title, phone, email):

10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.

No. This is an administrative element that is necessary to maintain program compliance with the state statute that authorizes the HOLTE program.



Traci Manning, Bureau Director

Date



CITY OF
PORTLAND, OREGON
PORTLAND HOUSING BUREAU

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City Council
Agenda Item
Staff Supplemental Report

TO: Commissioner Dan Saltzman
THROUGH: Shannon Callahan

FROM: Andrea Matthiessen

DATE: December 11, 2013

RE: Establish annual sales price cap for the Homebuyer
Opportunity Limited Tax Exemption Program (Resolution)

Requested Placement Date: January 8, 2014

I. RECOMMENDATION

That City Council authorize this Resolution to set the annual sales price cap for the Homebuyer Opportunity Limited Tax Exemption Program.

II. BACKGROUND

The City is required by state statute to establish the annual price cap for the Homebuyer Opportunity Limited Tax Exemption Program. As defined by statute, the price cap can be no more than 120% of median sales price for homes located in Portland for December 1, 2012 through November 30, 2013. PHB has received data from the Multnomah County Tax Assessor's Office showing that the median sales price of dwelling units in Portland is \$269,000. PHB has determined that the sales price cap for 2014 will stay the same (\$291,000) for units eligible to receive the tax exemption.

III. FINANCIAL IMPACT

Not applicable

IV. LEGAL ISSUES

There are no legal issues.

V. CONTROVERSIAL ISSUES

There are no controversial issues.

VI. LINK TO CURRENT CITY POLICIES
N/A

VII. CITIZEN PARTICIPATION

As part of the 2011-2016 Consolidated Plan and 2013-2014 Action Plan, the City allocated \$10 million in federal housing and community development funds to its community partners to implement strategies to preserve and develop affordable housing; provide housing access and stabilization services to people experiencing homelessness; provide homeownership education; address housing health and safety concerns; and expand access to economic opportunity for low-income people. [For more detail, please see the Public Involvement Statement.]

VIII. OTHER GOVERNMENT PARTICIPATION

The sales price cap for the HOLTE program is calculated with data provided by the Multnomah County Tax Assessor.

IX. IF THIS IS A CONTRACT, DOES CONTRACTOR HAVE A
CURRENT BUSINESS LICENSE? N/A
WHAT IS THEIR BUSINESS LICENSE NUMBER? N/A
IS THEIR ACCOUNT WITH THE CITY CURRENT? Yes
IF NOT, HOW MUCH IS OWING? N/A