

ORDINANCE No. 187241

\* Amend subrecipient contract with Proud Ground to add up to \$446,035 in Neighborhood Stabilization Program funds to increase permanently affordable housing options for low-income households (Ordinance; amend Contract No. 32000848)

The City of Portland ordains:

Section 1. The Council finds

1. Ordinance No. 184892, passed by the Council on September 28, 2011 authorized the acceptance and appropriation of a grant in the amount of \$616,765 in federal Neighborhood Stabilization Program-3 (NSP3) funds from Oregon Housing and Community Services (OHCS), and authorized the Director of the Portland Housing Bureau (PHB) to accept any subsequent modifications by OHCS provided such modifications do not increase the City of Portland's financial obligation or risk;
2. Ordinance No. 185825, passed by the Council on December 19, 2012 authorized the execution of a contract with Proud Ground for an amount not to exceed \$881,600 (including the \$616,765 of NSP3 funding and other leveraged resources) for the purchase, rehabilitation, and sale of permanently affordable homes, and the provision of down payment and closing cost assistance, or subsidy of the land, for low income participants;
3. Subsequent Amendments (Ordinances 186003, 186437, and 186897) have been passed by Council and authorized the addition of up to \$2,118,400 to the contract with Proud Ground
4. Additional NSP3 and NSP1 funds are now available in the amount of \$446,035 from program income from the sale of homes Proud Ground is purchasing and rehabilitating, and from payoffs from NSP1 properties;
5. Sufficient funds will exist upon adoption of the FY 2015-16 annual budget for adding an amount up to \$446,035 to subrecipient contract 32000848 with Proud Ground, resulting in a total contract amount not to exceed \$3,446,035.

NOW THEREFORE, The Council directs:

- a. The Bureau Director or designee is authorized to amend subrecipient contract 32000848 with Proud Ground to add an amount up to \$446,035, for a contract total not to exceed \$3,446,035, in a form similar to the amendment attached as Exhibit A.
- b. The Mayor and Auditor are hereby authorized to draw and deliver warrants chargeable to the PHB operating fund budget when demand is presented and approved by the proper authority.

SECTION 2. The Council declares that an emergency exists because a delay in the City's approval would impair the ability of PHB meet the program and funding timelines, and would delay the acquisition of additional units and could affect program performance: therefore, this Ordinance shall be in full force and effective from and after its passage.

Passed by the Council: JUL 01 2015

Commissioner Dan Saltzman  
Prepared by: Andrea Matthiessen  
Date Prepared: June 17, 2015

**Mary Hull Caballero**  
Auditor of the City of Portland  
By *Gayla Jennings*  
Deputy

Agenda No. **187241**  
**ORDINANCE NO.**  
 Title

\* Amend the subrecipient contract with Proud Ground to add an amount up to \$446,035 in Neighborhood Stabilization Program funds, (Ordinance); amend Contract No. 32000848) to increase permanently affordable housing options for low-income households

**INTRODUCED BY**  
 Commissioner/Auditor:  
**Commissioner Dan Saltzman**

**COMMISSIONER APPROVAL**

Mayor—Finance and Administration - Hales

Position 1/Utilities - Fritz

Position 2/Works - Fish

Position 3/Affairs - Saltzman *DS*

Position 4/Safety - Novick

**BUREAU APPROVAL**

Bureau: Portland Housing Bureau  
 Bureau Head: Javier Mena *JM*

Prepared by: Andrea Matthiessen  
 Date Prepared: June 11, 2015

Financial Impact & Public Involvement Statement  
 Completed  Amends Budget

Portland Policy Document  
 If "Yes" requires City Policy paragraph stated in document.  
 Yes  No

**City Auditor Office Approval:**  
 required for Code Ordinances

**City Attorney Approval:**  
 required for contract, code, easement, franchise, comp plan, charter *ck*

Council Meeting Date  
**July 1, 2015**

CLERK USE: DATE FILED JUN 26 2015

Mary Hull Caballero  
 Auditor of the City of Portland

By: *[Signature]*  
 Deputy

**ACTION TAKEN:**

**AGENDA**

**TIME CERTAIN**   
 Start time: \_\_\_\_\_

Total amount of time needed: \_\_\_\_\_  
 (for presentation, testimony and discussion)

**CONSENT**

**REGULAR**   
 Total amount of time needed: \_\_\_\_\_  
 (for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	✓	
2. Fish	2. Fish	✓	
3. Saltzman	3. Saltzman	✓	
4. Novick	4. Novick	✓	
Hales	Hales	✓	