

City of Portland, Oregon

FINANCIAL IMPACT STATEMENT**For Council Action Items**

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

1. Name of Initiator Daniel Ledezma		2. Telephone No. 3-4136	3. Bureau/Office/Dept. BHCD 157/11
4a. To be filed (date) 7/27/09	4b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>		5. Date Submitted to FPD Budget Analyst: 7/27/09

1) Legislation Title:

* Amend subrecipient contract with Innovative Housing, Inc. to revise the total contract amount not to exceed \$208,000 for the pre-development activities of the Clifford Apartments, and provide for payment. (Ordinance; amend contract #38367)

2) Purpose of the Proposed Legislation:

Funding for this agreement will pay for predevelopment costs for the Clifford Apartments. Innovative Housing, Inc. (IHI), the project sponsor, will rehabilitate the 88 unit apartment building located at 519-535 SE Morrison in the Central Eastside Urban Renewal Area.

This project will support the City's goal of ending homelessness by adding 45 units of Permanent Supportive Housing (PSH) to the pipeline of PSH units needed to reach annual development goals in the 10 Year Plan to End Homelessness. The 45 PSH units will be low-barrier units for chronically homeless individuals and ex-offenders referred by Multnomah County's Department of Community Justice Transitions Services Unit. IHI has negotiated with Luke-Dorf, Inc, a community mental health treatment provider to provide case management and mental health services for the individuals living in the PSH units. The remaining units will provide low-barrier affordable housing to very low-income individuals. IHI will provide a full-time Resident Services Coordinator on site as well as enhanced property management, which includes a 24-hour desk and intense levels of site staff to ensure the success of all residents.

The project is funded with TIF from the Portland Development Commission, Low Income Housing Tax Credits and private financing.

This amendment provides an additional \$158,000 of Gen Fund for providing insurance, legal work, relocation and preparation/carrying costs. The original contract of \$50,000 of Gen Fund included funding for architectural work, structural engineering, development consultant/project management, and a market study.

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? Funding is in the BHCD's FY 2009-10 Budget.

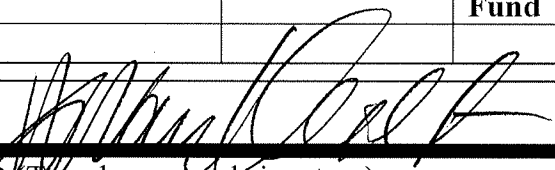
Staffing Requirements:

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.

7) Change in Appropriations

Fund	Center Code	Account	Amount	Project Fund	Project No.
Margaret Van Vliet, Director 					

APPROPRIATION UNIT HEAD (Typed name and signature)