

City of Portland, Oregon

FINANCIAL IMPACT STATEMENT**For Council Action Items**

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

1. Name of Initiator: Phil Willis-Conger	2. Telephone No.: 3-3486	3. Bureau/Office/Dept. BHCD 157/11
4a. To be filed (date) October 7, 2009	4b. Calendar (Check One) Regular Consent 4/5ths X <input type="checkbox"/> <input type="checkbox"/>	5. Date Submitted to FPD Budget Analyst: October 7, 2009

1) Legislation Title:

* Amend subrecipient contract with Portland Development Commission to add \$3,249,384 for a total contract amount not to exceed \$9,724,209 for the coordination of the Neighborhood Stabilization Program. (Ordinance; amend Contract No. 32000134)

2) Purpose of the Proposed Legislation:

- The City of Portland passed ordinance #182807 on May 20, 2009 authorizing the acceptance of the Neighborhood Program for the acquisition and redevelopment of abandoned and foreclosed properties.
- The City of Portland passed ordinance #183051 on July 29, 2009 authorizing subrecipient contract #32000134 with Portland Development Commission for the affordable housing development.
- NSP regulations require all allotted funds to be spent within 18 months of when the grantee (the state of Oregon) signs the NSP agreement with the Department of Housing and Urban Development (HUD.) The State signed the agreement in March of 2009; therefore the City and County only have until September 2010 to obligate all the funds.
- PDC has the capacity and willingness to administer the Neighborhood Stabilization Program in a timely manner so that the funds do not have to be returned to HUD.
- PDC is able and willing to administer the "Own Your Own" Home Buyer Financing Program with a maximum budget of \$1,182,415. PDC is also able and willing to administer the implementation of proposals accepted under a Request for Proposals (RFP) process, with a minimum of \$884,554 to be spent on providing housing to households at or below 50% of the Median Family Income (MFI), and a maximum of \$1,182,415 for housing for households up to 120% MFI.
- The City of Portland/Portland Housing Bureau desires to amend Subrecipient Contract No. 32000134 with PDC to add \$3,249,384 for a total contract amount not to exceed \$9,724,209 for the coordination of the Neighborhood Stabilization Program.

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 for this amendment has been appropriated in the City FY 2009-10 Adopted Budget.

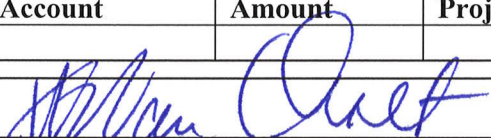
Staffing Requirements:

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)