

# 15U - STRATEGIC PRIORITY AFFORDABLE HOUSING

## Operational Summary

### Description:

Fund 15U supports the development of affordable housing and housing activities for low-income persons through the expenditure of excess proceeds from the sale of a portfolio of single-family mortgages in Orange County.

### At a Glance:

Total FY 2006-2007 Projected Expend + Encumb:	45,044
Total Recommended FY 2007-2008	2,504,086
Percent of County General Fund:	N/A
Total Employees:	0.00

### Strategic Goals:

- Increase and preserve affordable housing opportunities, especially for those most in need.

### Key Outcome Indicators:

Performance Measure	2006 Business Plan	2007 Business Plan	How are we doing?
	Results	Target	
<p><b>REDUCE PERCENT OF AFFORDABLE HOUSING NEEDED AS IDENTIFIED BY THE REGIONAL HOUSING NEEDS ASSESSMENT.</b></p> <p><b>What:</b> Includes providing monthly housing assistance and creating new affordable housing units.</p> <p><b>Why:</b> Increasing affordable housing units helps bridge the gap in housing costs for certain incomes.</p>	<p>HCS achieved record lease up of vouchers to assist 9,500 households in paying their rent each month and used S&amp;C grants to assist another 320 disabled families who are homeless. HCS also closed 5 multifamily housing loans totaling over \$4.3 million and 288 units of affordable housing.</p>	<p>HCS anticipates closing 3 multifamily affordable housing projects, issue one NOFA for \$5 million, and submit an application to HUD for additional Section 8 rental assistance vouchers, if available.</p>	<p>Since 2000, HCS increased the number of households leased with vouchers by over 2,500. HCS expects to produce approximately 2,100 units or \$379 million of affordable housing construction with a County investment of \$36 million.</p>

### FY 2006-07 Key Project Accomplishments:

- In FY 06-07, HCS closed one Affordable Housing Loan using 15U funding. This was a one time, \$5 million allocation of fund 15B funds to HCS. Since receiving these funds, the Board of Supervisors approved a total of 4 affordable housing developments resulting in 379 affordable rental units in Orange County.

**Strategic Priority Affordable Housing** - In FY 06-07, HCS closed one Affordable Housing Loan using 15U funding. Fund 15U was a one time, \$5 million allocation of fund 15B funds to HCS in FY 02-03. Since receiving these funds, the Board of Supervisors approved a total of 4 affordable housing developments resulting in 379 affordable rental units in Orange County.



## Budget Summary

### Plan for Support of the County's Strategic Priorities:

Affordable housing development continues to be one of the Board of Supervisors' Top 10 Strategic Priorities. HCS continues to explore and commit all eligible funding to increase affordable housing opportunities in the County. Currently, HCS has allocated over \$36 million for affordable housing development in Orange County from Federal HOME and CDBG monies, Redevelopment funding, as well as Housing Authority Operating Reserves. HCS will continue to solicit and support affordable housing projects through Requests

for Proposals (RFP) and Notice for Funding Availabilities (NOFA). The goal of the RFP's and NOFA process is to promote the development of permanent affordable rental housing for Orange County's very-low and low-income households by providing favorable financing.

### Changes Included in the Recommended Base Budget:

Fund 15U was created in FY 02-03 to separate and account for \$5 million allocated to HCS from excess proceeds from the sale of a portfolio of single family mortgages. There will be no major changes in the FY 07-08 budget; the FY 07-08 budget is consistent with the FY 06-07 modified budget.

### Proposed Budget History:

Sources and Uses	FY 2005-2006	FY 2006-2007	FY 2006-2007	FY 2007-2008	Change from FY 2006-2007	
	Actual	Budget As of 3/31/07	Projected <sup>(1)</sup> At 6/30/07	Recommended	Projected Amount	Projected Percent
Total Revenues	4,719,156	2,677,130	2,549,130	2,504,086	(45,044)	-1.77
Total Requirements	2,170,026	5,126,260	45,044	2,504,086	2,459,042	5,459.20
Balance	2,549,130	(2,449,130)	2,504,086	0	(2,504,086)	-100.00

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2006-07 projected requirements included in "At a Glance" (Which exclude these).

Columns may not total correctly due to rounding.

Detailed budget by expense category and by activity is presented for agency: Strategic Priority Affordable Housing in the Appendix on page A676

### Highlights of Key Trends:

- Fund 15U was a one time, \$5 million allocation of fund 15B funds to HCS in FY 02-03. Since receiving these funds, the Board of Supervisors approved a total of 4 affordable housing developments resulting in 379 affordable rental units in Orange County

## 15U - Strategic Priority Affordable Housing

### Summary of Proposed Budget by Revenue and Expense Category:

Revenues/Appropriations	FY 2005-2006		FY 2006-2007		FY 2007-2008		Change from FY 2006-2007	
	Actual	Budget As of 3/31/07	Projected <sup>(1)</sup> At 6/30/07	Projected <sup>(1)</sup> At 6/30/07	Recommended	Projected	Amount	Percent
Revenue from Use of Money and Property	\$ 0	\$ 128,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0.00%
Total FBA	4,719,156	2,549,130	2,549,130	2,549,130	2,504,086	(45,044)	-1.77	
<b>Total Revenues</b>	4,719,156	2,677,130	2,549,130	2,549,130	2,504,086	(45,044)	-1.77	
Services & Supplies	57,693	2,677,130	45,044	2,504,086	2,459,042	5,459.20	5,459.20	
Reserves	2,112,333	2,449,130	0	0	0	0	0.00	
<b>Total Requirements</b>	2,170,026	5,126,260	45,044	2,504,086	2,459,042	5,459.20	5,459.20	
<b>Balance</b>	\$ 2,549,130	\$ (2,449,130)	\$ 2,504,086	\$ 0	\$ (2,504,086)	-100.00%	-100.00%	

(1) Requirements include prior year encumbrance and expenditures. Therefore, the above totals may not match FY 2006-07 projected requirements included in "At a Glance" (Which exclude these).

Columns may not total correctly due to rounding.