

OFFICE OF THE CITY MANAGER
DES MOINES, IOWA

CITY COUNCIL COMMUNICATION 96-416
SEPTEMBER 23, 1996 AGENDA

SUBJECT:	TYPE:	SUBMITTED BY:
INCREASING CONTRACT AND BUDGET AUTHORITY FOR SECTION 8 ANNUAL CONTRIBUTIONS CONTRACT	◆ RESOLUTION ORDINANCE RECEIVE/FILE	WILLIAM E. WILKINS HOUSING SERVICES DIRECTOR

SYNOPSIS —

Increasing contract and budget authority for the Section 8 Annual Contributions Contract as a result of the expiring Moderate Rehabilitation Program Units.

FISCAL IMPACT —

Increase contract authority for issuance of Section 8 Certificates/Vouchers to \$122,828 annually, with a total budget authority of \$245,656 over two years.

RECOMMENDATION —

Approval.

BACKGROUND —

The Public Housing Agency has a number of Annual Contributions Contracts with the U.S. Department of Housing and Urban Development (HUD) which typically expire upon depletion of budget authority.

The City Council is being asked to review and approve the contract and budget authority for Project Number IA020CE0039. This adjustment in the Annual Contributions Contract is required to meet the needs of those families currently occupying Section 8 Moderate Rehabilitation (Mod Rehab) units that will terminate from the program. These units were originally placed under a 15-year contract with the agency which required occupants to be Section 8 Program eligible participants and awaiting assistance. Landlords/property owners have received *housing assistance payments* during the course of their contract with the Agency which will no longer be available once the contract expires.

The Certificates/Vouchers is a tenant-based program which will enable Mod Rehab Program participants to continue receiving housing assistance. Expiring Mod Rehab Units will no longer be *project-based*; instead they will have the option of entering the open rental market or seek assistance through the Section 8 Program.

Upon approval, this matter will be returned to the local HUD Office for final approval and authorization to release funds.