



MHGB
Communication
Office of the City Manager

Date February 26, 2007

Agenda Item No. MHGB2B
Roll Call No. 07-
Communication No. 07-117
Submitted by: Chris Johansen, Housing
Services Director

AGENDA HEADING:

Hearing and Adoption of Proposed Municipal Housing Agency (DMMHA) Annual Budget for the Fiscal Year Ending June 30, 2008.

SYNOPSIS:

The DMMHA seeks the Municipal Housing Governing Board approval of its proposed annual budget for the fiscal year ending June 30, 2008.

FISCAL IMPACT:

Amount: \$20,243,694.

Funding Source: U.S. Department of Housing and Urban Development. FY2008 Recommended Operating Budget, Fund SP350, pg. 169,

ADDITIONAL INFORMATION:

The DMMHA's annual budget is recommended to be appropriated as follows:

	<u>Section 8</u>	<u>Public Housing</u>	<u>Grants</u>
Appropriation:	\$14,609,611	\$4,275,583	\$1,358,500
Number of Units:	2942	625	N/A

The Section 8 program budget increased from \$13,969,762 to \$14,609,611 this year due to an anticipated increase in appropriations. The Section 8 program continues to be our most popular program for our clients. Because our waiting list for the Section 8 program still has 1,001 applicants, we've not opened this waiting list since March 3, 2006. Currently, over \$1,000,000 per month in Housing Assistance Payments is paid to landlords in the community.

The Public Housing program budget increased from \$3,536,710 to \$4,275,583 due to an anticipated increase in revenue from the sale of property. The Public Housing program will continue to reduce its public housing inventory. This will be done by the sale of property through our 5h Homeownership Program and the approved disposition of 394 scattered-site housing units. Investments in our 5 manors (390 units) will continue throughout the fiscal year. These investments contribute to the increased expenditures in Public Housing as 25% of the proceeds from the sale of disposition units are designated for this effort.

PREVIOUS COUNCIL ACTION(S): NONE

BOARD/COMMISSION ACTION(S):

Date: February 12, 2007

Roll Call Number: 07-183 (Municipal Housing Governing Board)

Action: Setting date of hearing on Proposed Municipal Housing Agency Annual Budget fiscal year ending June 30, 2008, (2-26-07). Moved by Nesbitt to approve. Motion Carried 7-1.

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE