



# DRAFT

## City of Austin FY 2011-12 Budget Recommendations

### Neighborhood Housing and Community Development

Community Development Commission

*Rebecca Giello, Assistant Director*

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# Key Highlights

- Draft FY 2011-12 Action Plan
- Update on FY 2011-12 Federal Allocation
- Analysis/ Gap
- FY 2011-12 funding recommendations in the Draft Action Plan.
- FY 2011-12 Sources and Uses



# Draft FY 2011-12 Action Plan

- **The Action Plan is developed under the Department of Housing & Urban Development's (HUD) guidelines and serves as the application for four formula grant programs:** Community Development Block Grant (CDBG), HOME Investment Partnership (HOME), Housing Opportunities for Persons with AIDS (HOPWA), and Emergency Shelter Grant (ESG).
- **The draft Action Plan outlines specific goals and priorities for the following fiscal year, based on the strategies outlined in the 5-Year Consolidated Plan.**
- **The Draft FY 2011-12 Action Plan was developed in accordance with the Citizen Participation Plan: 3 public hearings on community needs assessment, 6 neighborhood meetings, 8 enhanced outreach opportunities, and meetings with stakeholders.**
- **Next Steps include: 30-day comment period, 2 public hearings on the draft report, Boards and Commission recommendation and City Council action on the final Action Plan on July 28<sup>th</sup>.**
- **The Action Plan is due to HUD August 15<sup>th</sup>.**



# FY 2009-14

## Consolidated Plan Priorities

### **High Priorities**

Homeless/Special Needs  
Renter Assistance  
Homebuyer Assistance  
Homeowner Assistance  
Housing Developer  
Assistance  
Commercial Revitalization  
Small Business Assistance

### **Medium Priorities**

Public Facilities

### **Low Priorities**

Infrastructure



# FY 2011-12 Federal Allocation

Fiscal Year	CDBG	HOME	ESG	HOPWA
FY 2010-11	8,157,148	4,531,817	330,444	1,103,927
FY 2011-12	6,877,946	4,017,139	330,481	1,096,976
GAP \$	1,279,202	514,678	(37)	6,951
%	15.7%	11.4%	0.0%	0.6%



# Analysis/ Gap

Description	CDBG	HOME	TOTAL
<b>Federal Funding</b>			
▪ FY 2010-11 Funding	8,157,148	4,531,817	12,688,965
▪ FY 2011-2012 Funding	6,876,476	4,015,190	10,891,666
<b>Total Decrease in Funding</b>	<b>(1,280,672)</b>	<b>(516,627)</b>	<b>1,797,299</b>
<b>Cost Drivers</b>			
▪ 8% Supplemental Retirement	(102,599)	(44,058)	(146,657)
▪ 3% Salary Increase	(37,351)	(15,150)	(52,501)
▪ Rent Increase	(10,822)	(5,411)	(16,234)
<b>Elimination of 7 FTEs</b>	<b>256,134</b>	<b>51,663</b>	<b>307,797</b>
<b>Gap</b>	<b>(\$1,175,310)</b>	<b>(\$529,583)</b>	<b>(\$1,704,894)</b>

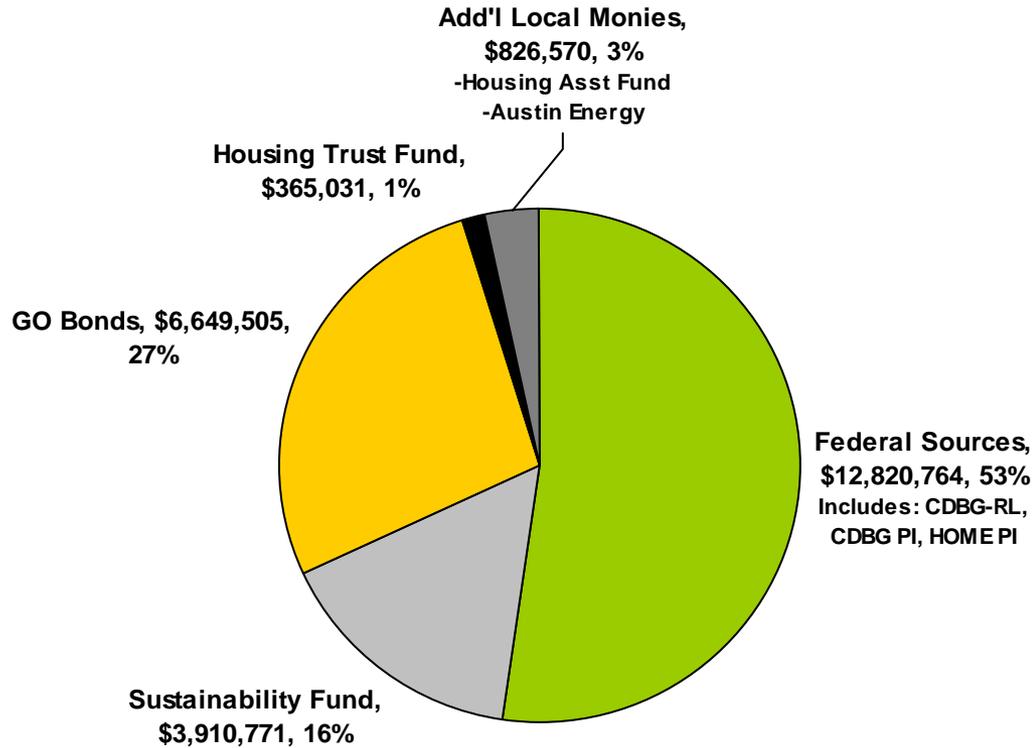


# Recommendations

- **Debt Service Payments – Section 108 Loans**
  - Draft FY 2011-12 Action Plan proposes debt service payments be funded with \$1.1M local funding, addressing the funding gap in CDBG.
- **Eliminated 7 vacant FTEs**
  - The elimination reduces the gap by \$307,797.
- **Reduce funding for Down Payment Assistance Program**
  - The \$530,000 reduction will help the shortfall in the HOME Investment Partnership grant allocation.
- **Public Services**
  - The proposed budget reflects an increase by \$97,015 in Sustainability Funds in order to provide level funding to the subrecipients administering: Child Care Services, Senior Services, Youth Support Services and Tenants' Rights Assistance.



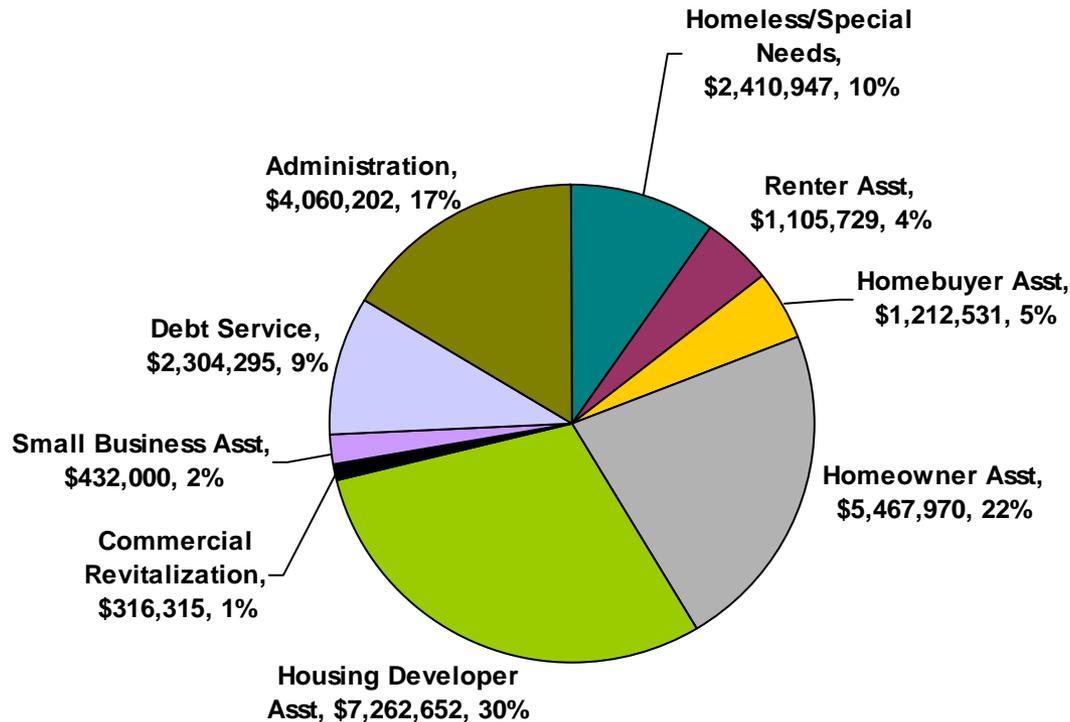
# FY 2011-12 Source of New Funds (\$24.5M)





# FY 2011-12

## Use of New Funds (\$24.5M)



# Public Hearing