



City of Austin FY 2011-12 Budget Recommendations

Neighborhood Housing and Community Development

Community Development Commission

June 16, 2011



Key Highlights

- Draft FY 2011-12 Action Plan
- FY 2011-12 Federal Funds
- FY 2011-12 funding recommendations in the Draft Action Plan.
- Proposed FY 2011-12 Sources and Uses
- New Grant Initiatives



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.



Draft FY 2011-12 Action Plan cont.

- **Next Steps include:**
 - June 10 – July 11: 30-day comment period,
 - June 16 & June 23: 2 public hearings on the draft report,
 - July 12: CDC regularly scheduled meeting, and
 - July 28: City Council take action on final Action Plan.
- **August 15: Action Plan due to HUD.**



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 Funds

The City of Austin's allocation for the four entitlement grants for both the current fiscal year as well for fiscal year 2011-12 is as follows:

FISCAL YEAR	CDBG	HOME	ESG	HOPWA	TOTAL
1) Federal Funds					
•FY 2010-2011 Funding	8,157,148	4,531,817	330,444	1,103,927	14,123,336
•FY 2011-2012 Funding	6,877,946	4,017,139	330,481	1,096,976	12,322,542
Gap \$	(1,279,202)	(514,678)	37	(6,951)	(1,800,794)
%	-15.7%	-11.4%	0.0%	-0.6%	-12.8%

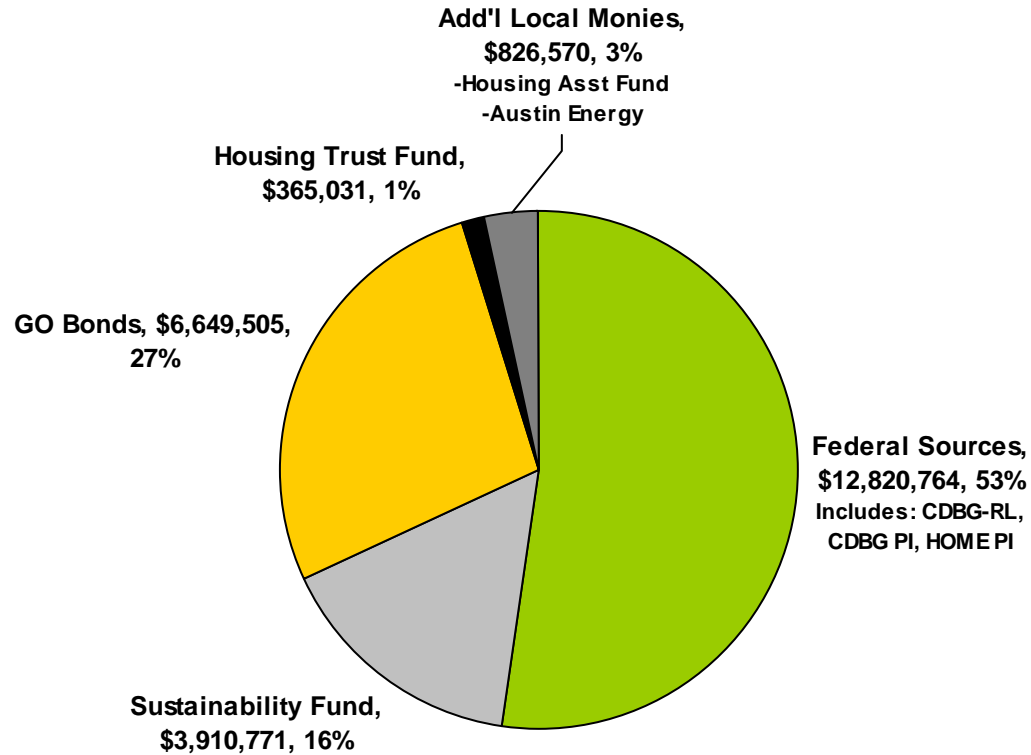


Recommendations

- **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.
- **Eliminate 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.

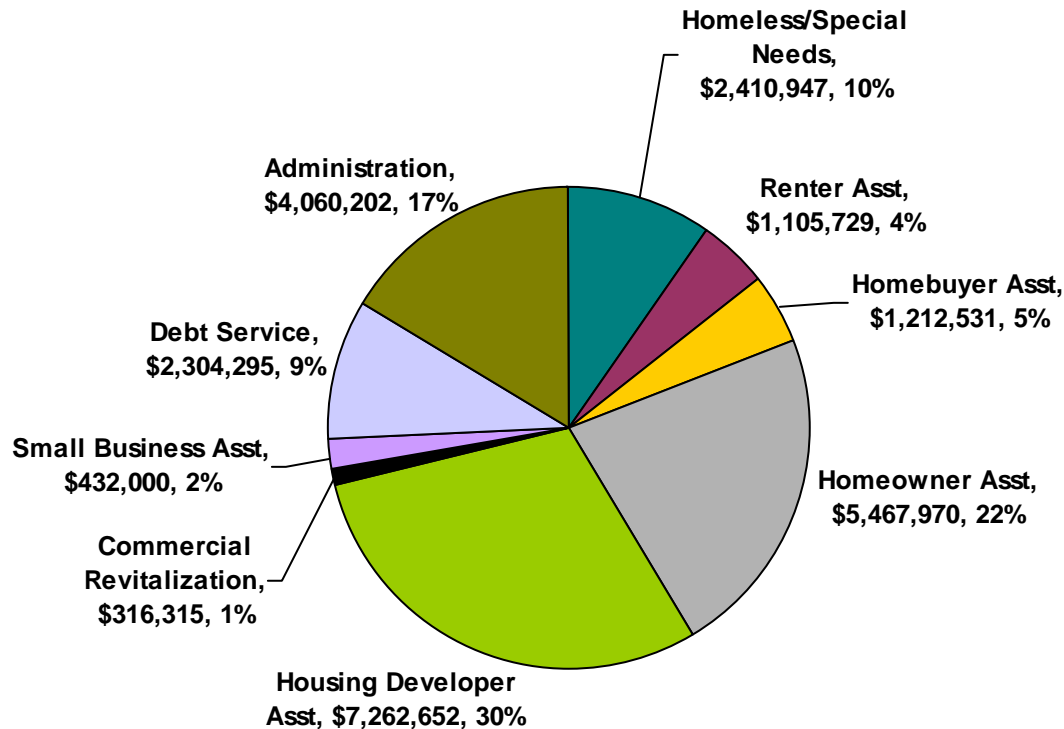


Proposed FY 2011-12 Source of New Funds (\$24.5M)





Proposed FY 2011-12 Use of New Funds (\$24.5M)





New Grant Initiatives

Grant Applications

- **U.S. Department of Housing and Urban Development**
 - Healthy Homes Production Grant: \$2M
 - Lead Hazard Reduction Demonstration Grant Program: \$2.5
- **U.S. Department of Health and Human Services**
 - National Assets for Independence demonstration grant for Individual Development Accounts (IDA): \$300,000
 - Healthy Homes and Lead Poisoning Prevention Grant - Strategic Planning: \$600,000
 - Healthy Homes and Lead Poisoning Prevention Grant - Implementation: \$6.5M
- **Total Grant Initiatives: \$11.9M**

Public Hearing