

CIP EXPENSE DETAIL

DATE OF BOARD CONSIDERATION:

CONTACT DEPARTMENT(S):

Austin Hou

SUBJECT: Approve the negotiation and execution of a loan in an amount not to exceed \$2 million for the development of transitional housing for the Guadalupe Neighborhood Development Corporation for the development of transitional housing in the Jeremiah Program, a program designed to provide supportive services to low-income households completing post-secondary education.

CURRENT YEAR IMPACT:

Department:	Austin Housing Finance Corp
Project Name:	GNDC - Jeremiah Program
Fund/Department/Unit:	7011-7207-1201
Funding Source:	Fiscal Year 13-14 Capital Budget
Current Appropriation:	11,000,000.00
Unencumbered Balance:	9,000,000.00
Amount of This Action:	<u>(2,000,000.00)</u>
Remaining Balance:	<u>7,000,000.00</u>
Total Amount of this Action	<u><u>2,000,000.00</u></u>

ANALYSIS / ADDITIONAL INFORMATION: AHFC staff is recommending funding for the project because of the level of matching funds that are committed to the development and because of the support participating families will receive through the Jeremiah Program. The intention of the project is to break the cycle of poverty by providing supportive services and rental assistance to highly-motivated individuals completing their post-secondary education. In the event the Jeremiah Program ceased to exist, the project could be converted into conventional rental housing that would be affordable to low-income households.

The request for funding is consistent with the City of Austin's currently approved Consolidated Financial Plan. AHFC's strategy to provide below market-rate financing to developers of affordable rental housing for low- and moderate-income individuals and households.

8/7/14

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