

**PROPOSED AMENDMENT 2**  
**Council Bill 118656: 2016 Housing Levy**

Amendment Name: Income Level Provision

Brief Description: This amendment modifies the language regarding the expenditure of Rental Production and Preservation program and Operating and Maintenance program funds to clarify that 60% of funds will be spent on housing with rents at or below 30% of median income, and limiting the units to serving households at or below 40% of median income. Non-profit housing providers are reporting that with new changes to the minimum wage they are beginning to see clients with incomes at 35% - 40% of median income. Modifying this language would cap rents at 30% of median income but allow such housing to serve those at or below 40% of median income. The vast majority of clients being served would still be at or below 30% of median income.

Proposed Amendment to CB 118656 Exhibit 1

1. Modify the “Rental Production and Preservation” row in Exhibit 1 as follows (title row shown for reference purposes):

| Program                            | Total Funding (7 Years) | Estimated Housing Produced/ Households Assisted               | Program Description and Affordability Levels  |
|------------------------------------|-------------------------|---|---|
| Rental Production and Preservation | \$201,000,000           | 2,150 units produced or preserved<br><br>350 units reinvested | <ul style="list-style-type: none"> <li>• Rental housing for low-income households, including people with disabilities, the elderly, homeless individuals and families, low-wage working people, and families with children.</li> <li>• Reinvestment in existing affordable housing to make critical capital improvements.</li> <li>• Program funds support housing that serves families and individuals with incomes at or below 60% of median income.</li> <li>• At least 60% of the sum of Program funds and Operating and Maintenance Program funds supports housing <del>that serves</del> <u>with rents affordable to</u> individuals and families at or below 30% of median income. <u>Housing will primarily serve households at or below 30% of median income; in limited cases housing may serve households up to 40% of median income.</u></li> </ul> |