

## **BILL SUMMARY & FISCAL NOTE**

| <b>Department:</b>        | <b>Contact Person/Phone:</b> | <b>Executive Contact/Phone:</b> |
|---------------------------|------------------------------|---------------------------------|
| Human Services Department | Michael Look / 615-1717      | Lisa Mueller / 684-5339         |

### **1. BILL SUMMARY**

#### **Legislation Title:**

AN ORDINANCE relating to funding for housing and community development programs; adopting the City of Seattle 2015 Annual Action Plan to the 2014 – 2017 Consolidated Plan for Housing and Community Development and authorizing its submission to the United States Department of Housing and Urban Development; authorizing acceptance of grant funds from that department for programs and activities included in the Annual Action Plan; modifying appropriations to various departments and budget control levels in the 2015 Adopted Budget; and ratifying and confirming prior acts, all by a three-fourths vote of the City Council.

#### **Summary and background of the Legislation:**

This legislation adopts the 2015 Annual Action Plan to the 2014 – 2017 Consolidated Plan for Housing and Community Development and authorizes its submittal to the US Department of Housing and Urban Development (HUD). The Consolidated Plan governs the use of the City's annual allocation of funds from several programs in HUD. In total, the funds amount to approximately \$14 million, which are used to provide services, housing, and facilities to low- and moderate-income persons, businesses and neighborhoods. The legislation authorizes the acceptance of these funds.

HUD provides annual allocations to the City from four of its programs:

- Community Development Block Grant
- HOME Investment Partnership
- Housing Opportunities for Persons with AIDS
- Emergency Solutions Grant

To receive the annual allocations, jurisdictions must submit a Consolidated Plan which describes the policies governing the City's use of these funds, and an annual allocation plan which identifies the specific uses of the funds for a particular program year. Uses include support for emergency shelter for homeless persons and supportive / case management services to transition homeless persons and families into stable housing, the construction and preservation of affordable housing, support for microenterprise businesses and business districts that serve low-income neighborhoods, and improvements to parks that serve such neighborhoods.

Funds are allocated to the Human Services Department, Office of Housing, Office of Economic Development, Office of Immigrant and Refugee Affairs, and the Department of Parks and Recreation to fund core services and supporting activities, such as homeless shelters, affordable

housing preservation and development, job training and creation, and park improvements. The 2015 Annual Action Plan contains contingency language in case actual amounts differ from these estimated amounts.

## 2. CAPITAL IMPROVEMENT PROGRAM

     This legislation creates, funds, or amends a CIP Project.

| Project Name: | Project I.D.: | Project Location: | Start Date: | End Date: | Total Cost: |
|---------------|---------------|-------------------|-------------|-----------|-------------|
|               |               |                   |             |           |             |

## 3. SUMMARY OF FINANCIAL IMPLICATIONS

  X   This legislation does not have direct financial implications.

|                                           |                                |             |                               |             |
|-------------------------------------------|--------------------------------|-------------|-------------------------------|-------------|
| <b>Budget program(s) affected:</b>        |                                |             |                               |             |
| <b>Estimated \$ Appropriation change:</b> | <b>General Fund \$</b>         |             | <b>Other \$</b>               |             |
|                                           | <b>2015</b>                    | <b>2016</b> | <b>2015</b>                   | <b>2016</b> |
|                                           |                                |             | (\$608,440)                   |             |
| <b>Estimated \$ Revenue change:</b>       | <b>Revenue to General Fund</b> |             | <b>Revenue to Other Funds</b> |             |
|                                           | <b>2015</b>                    | <b>2016</b> | <b>2015</b>                   | <b>2016</b> |
|                                           |                                |             | (\$608,440)                   |             |
| <b>Positions affected:</b>                | <b>No. of Positions</b>        |             | <b>Total FTE Change</b>       |             |
|                                           | <b>2015</b>                    | <b>2016</b> | <b>2015</b>                   | <b>2016</b> |
|                                           |                                |             |                               |             |
| <b>Other departments affected:</b>        |                                |             |                               |             |

### 3.a. Appropriations

  X   This legislation adds, changes, or deletes appropriations.

| Fund Name and number            | Dept                      | Budget Control Level Name/##   | 2015 Appropriation Change | 2016 Estimated Appropriation Change |
|---------------------------------|---------------------------|--------------------------------|---------------------------|-------------------------------------|
| Low Income Housing Fund (16400) | Executive                 | Low Income Housing Fund XZ-R1  | (\$404,685)               |                                     |
| CDBG Main Fund (17810)          | Human Services Department | CDBG – Human Services (6HSD10) | (\$248,537)               |                                     |
| Human Services                  | Human                     | Transitional                   | \$44,782                  |                                     |

|                        |                     |                             |                    |  |
|------------------------|---------------------|-----------------------------|--------------------|--|
| Operating Fund (16200) | Services Department | Living and Support (H30ET)` |                    |  |
| <b>TOTAL</b>           |                     |                             | <b>(\$608,440)</b> |  |

*\*See budget book to obtain the appropriate Budget Control Level for your department.*

Appropriations Notes:

**3.b. Revenues/Reimbursements**

**X** This legislation adds, changes, or deletes revenues or reimbursements.

**Anticipated Revenue/Reimbursement Resulting from this Legislation:**

| <b>Fund Name and Number</b>           | <b>Dept</b>       | <b>Revenue Source</b>                                        | <b>2015 Revenue</b> | <b>2016 Estimated Revenue</b> |
|---------------------------------------|-------------------|--------------------------------------------------------------|---------------------|-------------------------------|
| CDBG Main Fund (17810)                | Human Services    | US HUD Community Development Block Grant Program entitlement | \$9,107,424         |                               |
| Low Income Housing Fund (16400)       | Office of Housing | US HUD HOME Investment Partnership Program entitlement       | \$2,262,246         |                               |
| Human Services Operating Fund (16200) | Human Services    | US HUD Housing Opportunities for Persons with AIDS Program   | \$1770,821          |                               |
| Human Services Operating Fund (16200) | Human Services    | US HUD Emergency Solutions Grant Program                     | \$833,959           |                               |
| <b>TOTAL</b>                          |                   |                                                              | <b>\$13,974,450</b> |                               |

Revenue/Reimbursement Notes:

**3.c. Positions**

       This legislation adds, changes, or deletes positions.

**Total Regular Positions Created, Modified, or Abrogated through this Legislation, Including FTE Impact:**

| Position # for Existing Positions | Position Title & Department* | Fund Name & # | Program & BCL | PT/FT | 2015 Positions | 2015 FTE | Does it sunset? (If yes, explain below in Position Notes) |
|-----------------------------------|------------------------------|---------------|---------------|-------|----------------|----------|-----------------------------------------------------------|
|                                   |                              |               |               |       |                |          |                                                           |
|                                   |                              |               |               |       |                |          |                                                           |
|                                   |                              |               |               |       |                |          |                                                           |
| <b>TOTAL</b>                      |                              |               |               |       |                |          |                                                           |

\* List each position separately

Position Notes:

#### 4. OTHER IMPLICATIONS

- a) **Does the legislation have indirect or long-term financial impacts to the City of Seattle that are not reflected in the above?**

No.

- b) **Is there financial cost or other impacts of not implementing the legislation?**

Not implementing this legislation will cause the City to forgo \$14 million in federal assistance that supports services and community development activities supporting low- and moderate-income persons in Seattle. The City would be faced with reducing or eliminating services and/or using General Fund to provide the services.

- c) **Does this legislation affect any departments besides the originating department?**

Yes, other departments affected by this legislation are:

Office of Housing, Becky Guerra  
Office of Economic Development, Amanda Allen  
Department of Parks and Recreation, Cathie Andersen  
Office of Immigrant and Refugee Affairs, Cuc Vu

- d) **Is a public hearing required for this legislation?**

Yes, April 2, 2015

- e) **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**

Yes, publication is required in *The Daily Journal of Commerce*. HSD staff will send the public hearing notice to the DJC in time to provide 15 days advance notice.

- f) **Does this legislation affect a piece of property?**

No.

- g) **Please describe any perceived implication for the principles of the Race and Social Justice Initiative. Does this legislation impact vulnerable or historically disadvantaged communities?**

This legislation advances RSJI because the funds resulting from this action will be programmed for low- and moderate-income persons in the City, including homeless persons and persons at risk of homelessness, and unemployed refugees and immigrants.

- h) If this legislation includes a new initiative or a major programmatic expansion: What are the long-term and measurable goals of the program? Please describe how this legislation would help achieve the program's desired goals.**

N/A.

- i) Other Issues:**

**List attachments below:**