

REVISÉD

Meeting Date: **October 21, 2014** ☒ **Consent** ☐ **Regular**
 ☐ **Ordinance** ☐ **Public Hearing**

Department: **Department of Economic Sustainability**

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve:

- A)** the Fiscal Year 2014-2015 State Housing Initiatives Partnership budget allocations for affordable housing strategies as follows:
- | | |
|---|-------------|
| - Second Mortgages for first time homebuyer acquisitions | \$1,280,000 |
| - Veterans Homeownership and Preservation for eligible veterans | \$1,000,000 |
| - HOME Match (required) | \$ 375,000 |
| - Utility Connection for water and sewer services | \$ 100,000 |
| - Roof Replacement/Repair | \$ 809,751 |
| - Foreclosure Prevention | \$ 150,000 |
| - Rental Housing Re-entry | \$ 500,000 |
- B)** a Budget Amendment of \$4,683,057 to the “Affordable Housing Trust Fund (SHIP)” 2013-2014 Budget to recognize 2014-2015 State Housing Initiatives Program (SHIP) grant award; and
- C)** a Budget Transfer reallocating \$200,000 in charge offs and operating expense in the Economic Development budget for Fiscal Year 2013-2014.

Summary: Palm Beach County received an allocation of \$4,683,057 from the Florida Housing Finance Corporation (FHFC) for SHIP Fiscal Year 2014-2015 of which 4,214,751 will be used to implement various affordable housing programs and other related activities. The remaining ten percent (10%) of the funds totaling \$468,306 will be utilized to administer the programs. A comprehensive outreach to multiple housing service providers and stakeholders was conducted and the funding recommendations are a result of their input. Priority preference is given to special needs households which include persons with disabilities, elderly and veterans. Approximately 145 households will be assisted through the recommended strategies. The County utilizes SHIP funds to fulfill the 25% match requirement for HOME funds. SHIP regulations require that at least 65% of a local jurisdiction's SHIP funding allocation be designated for homeownership activities and that 20% of the funding allocation be expended on special needs applicants. **These are State SHIP funds which require no local match.** Countywide (TKF)

Background and Justification: On May 18, 1993, the Board of County Commissioners (BCC) adopted its Affordable Housing Ordinance (No. 93-8 as amended) pursuant to the SHIP regulations outlined by the FHFC. The current Local Housing Assistance Plan (LHAP) was approved by the BCC on April 16, 2013 (R2013-0487) and included SHIP funded housing strategies for Fiscal Years 2013-2014, 2014-2015 and 2015-2016. Historically, the Commission on Affordable Housing (CAH) which was established by the BCC in 1990 administered the Robert E. Pinchuck Memorial Housing Trust Fund; however, the CAH Advisory Board has been inactive and presently does not have any active board members primarily due to certain conflicts enacted in the ethics ordinance.

Attachments:

1. 2014-2015 Funding Recommendation PowerPoint Presentation

- 2. Budget Amendment
- 3. Budget Transfer

Recommended By: Sherry Howard 10/10/14
Department Director Date

Approved By: Patty Helt 10/20/14
Assistant County Administrator Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2014	2015	2016	2017	2018
Capital Expenditures					
Operating Costs	\$4,683,057				
External Revenues	(\$4,683,057)				
Program Income					
In-Kind Match (County)					
NET FISCAL IMPACT	-0-				

# ADDITIONAL FTE POSITIONS (Cumulative)	-0-				
---	-----	--	--	--	--

Is Item Included In Current Budget? Yes _____ No X
Budget Account No.:

Fund 1100 Dept 143 Unit 7175/7176 Object various Program Code/Period various

B. Recommended Sources of Funds/Summary of Fiscal Impact:


Approval of this agenda item will appropriate \$4,683,057 in 2014/2015 State SHIP funds to the Commission on Affordable Housing budget.


C. Departmental Fiscal Review:


Shairette Major, Fiscal Manager II

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Development and Control Comments:


OFMB HA SC 13 24
10/9 10/14 10/16


Contract Development and Control
10-17-14 10/17/14

B. Legal Sufficiency:


Chief Assistant County Attorney

C. Other Department Review:

Department Director

(THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT)



Palm Beach County
Department of Economic Sustainability



SHIP Funding Recommendations
2014-2015

Our Mission is to advance community sustainability by increasing economic competitiveness and improving the elements that create a high quality of life for Palm Beach County's residents.

SHIP 2014 – 2015 Funding Recommendations

Housing Strategy	Description	Award Recommendation	Projected # of Assisted Households
Purchase Assistance (second mortgages)	Funding will assist income eligible first-time homebuyers with gap financing for purchase of a home with or without rehabilitation or new construction. Serves households up to 120%	\$1,280,000.00	17
Veteran's Pilot Program	Acquisition w/without rehabilitation. Rehabilitation w/without barrier free, Foreclosure Prevention. Leverage with FHLBA (\$500k) and FHFC Programs (HOME & Military Heroes). Serves households up to 80%.	\$1,000,000.00	10
HOME Match (second mortgages)	Funding will provide the local required dollar match for the federal HOME program for purchase assistance for first time homebuyers. Serves households up to 80%.	\$375,000.00	5
Utility Connection	Funding will assist income eligible single family homeowners for payment of service initiation and connection fees for new water and/or sewer service or to pay impact fees charges. Serves households up to 120%.	\$100,000.00	10

2

SHIP FY 2014-2015 Allocation \$4,683,057; minus 10 percent Administrative set-aside \$468,306

SHIP 2014 – 2015 Funding Recommendations (Cont.)

Housing Strategy	Description	Award Recommendation	Projected # of Assisted Households
Emergency Roof Repairs	Funding will assist income-eligible owner-occupied applicants to address emergency roofing repairs or replacement. Serves households up to 120%.	\$809,751.30	40
Foreclosure Prevention	Funding will assist income eligible homeowners who are facing foreclosure due to an unexpected loss of household income. Serves households up to 120%.	\$150,000.00	10
Rental Housing Re-Entry Assistance (Homeless and At-risk of Homelessness)	This strategy will provide financial assistance to eligible extremely-low, very-low, and low income households to pay for rental security deposits, utility deposits, and connection fees. Serves households up to 80%.	\$500,000.00	50
Total	7	\$4,214,751.30	142

1. Sixty-five percent (65%) of funding must be expended on homeownership activities.
2. Twenty percent (20%) of funding must be expended on special needs.
3. Priority preferences for persons with disabilities, elderly and veterans.

14- 1128

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET AMENDMENT

Page 1 of 1

BGEX-143-1008140000000000065

BGRV-143-1008140000000000012

FUND 1100 - Affordable Housing Trust Fund (SHIP)

Use this form to provide budget for items not anticipated in the budget.

ACCOUNT NUMBER	ACCOUNT NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED	REMAINING BALANCE
REVENUE								
143-7176-3469	State Grant - Other Human Services	0	0	4,683,057	0	4,683,057		
	TOTAL REVENUE	1,836,067	4,087,591	4,683,057	0	8,770,648		
EXPENDITURES								
143-7175-1080	Personal Services - Indirect	141,520	386,127	200,000	0	586,127	0	586,127
143-7175-3124	Legal Services	0	0	7,000	0	7,000	0	7,000
143-7175-3401	Other Contractual Services	5,000	18,000	3,000	0	21,000	5,401	15,599
143-7175-4205	Postage	0	0	500	0	500	0	500
143-7175-4412	Rental Storage	1,000	1,000	2,000	0	3,000	0	3,000
143-7175-4941	Registration Fees	0	0	300	0	300	0	300
143-7175-5412	Dues and Membership	0	0	500	0	500	0	500
143-7175-9902	Operating Reserves	0	0	255,006	0	255,006	0	255,006
						0		
143-7176-8301	Contributions for Individuals	188,521	2,185,438	4,214,751	0	6,400,189	12,120	6,388,069
	TOTAL EXPENDITURES	1,836,067	4,087,591	4,683,057	0	8,770,648		

Department of Economic Sustainability

INITIATING DEPARTMENT/DIVISION

Administration/Budget Department Approval

OFMB Department - Posted

Signatures




Date

10-8-14
10/16/14

By Board of County Commissioners

At Meeting of :

October 21, 2014

Deputy Clerk to the

Board of County Commissioners

14- 1129

BOARD OF COUNTY COMMISSIONERS
PALM BEACH COUNTY, FLORIDA
BUDGET TRANSFER

Page 1 of 1
BGEX-143-1008140000000000066

FUND 1539 - Economic Development

Use this form to provide budget for items not anticipated in the budget.

ACCOUNT NUMBER	ACCOUNT NAME	ORIGINAL BUDGET	CURRENT BUDGET	INCREASE	DECREASE	ADJUSTED BUDGET	EXPENDED/ ENCUMBERED 10/8/2014	REMAINING BALANCE
EXPENDITURES								
143-2102-1070	Charge Off - Personal Services	(3,477,291)	(3,561,398)	0	200,000	(3,761,398)	0	(3,761,398)
143-2102-5101	Office Supplies	214,499	22,330	200,000		222,330	6,919	215,411
TOTAL EXPENDITURES		0	0	200,000	200,000	0		

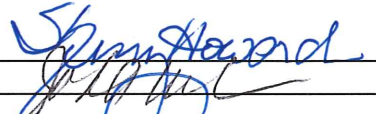
Department of Economic Sustainability

INITIATING DEPARTMENT/DIVISION

Administration/Budget Department Approval

OFMB Department - Posted

Signatures



Date

10-8-14
10/16/14

By Board of County Commissioners

At Meeting of :

October 21, 2014

Deputy Clerk to the

Board of County Commissioners

det