

Garden Grove Housing Authority

INTER-DEPARTMENT MEMORANDUM

To: Allan L. Roeder From: Susan Emery
Dept: Interim Authority Director Dept: Community Development
Subject: ADOPTION OF A RESOLUTION Date: June 23, 2015
 APPROVING THE GARDEN
 GROVE HOUSING AUTHORITY
 ANNUAL BUDGET FOR FISCAL
 YEAR 2015-16 (PUBLIC
 HEARING)

OBJECTIVE

To request that the Housing Authority hold a Public Hearing on the Authority's proposed annual budget for Fiscal Year 2015-16; and adopt a Resolution approving the budget.

BACKGROUND

The Section 8 Rental Assistance Program is a federally funded program through the Department of Housing and Urban Development (HUD) that assists very-low income families, seniors, and disabled persons in the payment of the rent on privately owned rental units. Under this program, qualified participants pay a percentage of their adjusted income toward the rent and the Housing Authority pays the balance to the owner utilizing federal funds received from HUD.

The rental units subsidized under the program are inspected annually to ensure that they are decent, safe, and sanitary and have no building code violations. The Authority ensures that the total monthly rent is comparable to rents being paid on similar non-subsidized units, and owners are encouraged to improve their properties to make them eligible for an annual rent increase.

In addition, as part of the dissolution of the Garden Grove Agency in February 2012, the Housing Authority has taken on the "housing assets" of the former Agency. These assets include land purchased with housing set aside funds, several homes that are being rented to low-moderate income households, and several affordable housing agreements. Revenues from these rentals and housing agreements will be used for the maintenance of those units.

DISCUSSION

The Authority's annual budget is estimated at \$31,769,258, which reflects assistance to 2,337 Section 8 families, plus an additional 300 families through Portability, and the operational costs of administering the program.

FISCAL IMPACT

The Housing Authority receives all funding for the Section 8 Rental Assistance Program from the Department of Housing and Urban Development (HUD). The level of funding is based on annual appropriations approved by Congress. Revenues generated from rentals and housing agreements will be used to administer affordable housing assets.

RECOMMENDATION

It is recommended that the Housing Authority:

- Conduct a Public Hearing on the proposed budget; and
- Adopt the attached Resolution approving the Authority's budget for Fiscal Year 2015-16



SUSAN EMERY
Assistant City Manager



By: Danny Huynh
Housing Authority Manager

Attachment 1: Housing Authority Annual Budget for Fiscal Year 2015-16
Attachment 2: Resolution

Approved for Agenda listing



Allan L. Roeder
Interim Director

FISCAL YEAR 2015-16

PROPOSED BUDGET

HOUSING AUTHORITY BUDGET

CITY OF GARDEN GROVE

FY 2015-16
PROPOSED HOUSING AUTHORITY BUDGET
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HOUSING AUTHORITY

FY 2015-16

PROPOSED BUDGET

<u>Program Descriptions</u>	<u>Amount</u>
City Administration	\$ 484,042
Property Management	190,000
Vouchers Program	30,980,782
Family Self-Sufficiency Program	<u>114,434</u>
TOTAL	<u>\$ 31,769,258</u>

HOUSING AUTHORITY PROPOSED BUDGET
FY 2015-16

Housing Assistance Grant	15-16 Proposed Budget	Funding Source
Activity:		
Council/Commission		
0010 City Council	\$ 3,036	Housing Authority
City Management		
0021 Operations	6,311	Housing Authority
Support Services		
0053 Reprographics	500	Housing Authority
Real Property		
0030 Real Property	167,657	Housing Authority
2535 Civic Center Property Mgmt.	90,000	Housing Authority - Civic Center Properties
Subtotal	257,657	
Fiscal Services		
1020 General Accounting	53,289	Housing Authority
1021 Financial Planning	17,055	Housing Authority
Subtotal	70,344	
Community Development Operations		
2000 Community Dev. Management	236,194	Housing Authority
Community Improvement		
2701 Set Aside Administration	50,000	Low/Mod Housing Agency
Housing Authority		
4102 Housing Administration	2,399,279	Housing Authority
4103 Family Self-Sufficiency	114,434	Housing Authority
4104 Housing - Vouchers/HAP	24,981,503	Housing Authority
4107 Housing - HAP Portability	3,600,000	Housing Authority
Subtotal	31,095,216	
Successor Agency Project		
2503 Agency Real Property	50,000	Low/Mod Housing Agency
Total Program	\$ 31,769,258	

GARDEN GROVE HOUSING AUTHORITY

RESOLUTION NO.

A RESOLUTION OF THE GARDEN GROVE HOUSING AUTHORITY
ADOPTING AN ANNUAL BUDGET FOR FISCAL YEAR 2015-16

WHEREAS, the Garden Grove Housing Authority has given careful consideration to the adoption of the Budget for Fiscal Year 2015-16.

NOW, THEREFORE, BE IT RESOLVED that the Director is hereby authorized to expend in accordance with Section 34200, et seq., of the Health and Safety Code of the State of California on behalf of the Garden Grove Housing Authority an amount of \$31,769,258 from new appropriations for the planned activities shown below:

Expenditures

Administration	\$ 2,997,755
Property Management	190,000
Housing Assistance Payments	<u>28,581,503</u>
TOTAL EXPENDITURES	<u>\$31,769,258</u>

BE IT FURTHER RESOLVED by the Garden Grove Housing Authority that the total of \$31,769,258 which the Director is authorized to expend in accordance with the Laws of the State of California shall be appropriated from the following funds for the Fiscal Year 2015-16.

Funding

Low/Mod Housing Agency	\$ 100,000
Housing Authority	31,579,258
Housing Authority - Civic Center Prop.	<u>90,000</u>
TOTAL FUNDING	<u>\$ 31,769,258</u>