

Response to Questions on the FY 2012 Budget

Request By: Supervisor Foust

Question: Regarding Fund 319, The Penny for Affordable Housing Fund, provide a detailed explanation of the encumbered carryover including what it represents and why it was not expended in FY 2011?

Response: The \$9,041,690 in unexpended project balances is comprised of the following:

- \$3,943,400 from the Bridging Affordability Program: This program was authorized as part of the FY 2011 Adopted Budget Plan and included in the Housing Blueprint. The program provides funding to non-profits via a competitive process, for use as rental subsidies and as capital for the acquisition of additional affordable units to address the homelessness and waiting list goals of the Blueprint. The Request for Proposals was released in November 2010 and responses were due February 2011. The \$3.8 million award was made to a consortium of nine non-profits in May 2011 and the first payment is projected to be made September 2011.
- \$3,867,738 from Wedgewood Apartments: This is funding that is designated for debt service payments at Wedgewood.
- \$683,073 from Affordable/Workforce Housing: This funding is undesignated and is available for reallocation to specific projects that are authorized by the Board of Supervisors.
- \$405,577 from Crescent Apartments: This funding is the balance after debt service payments and \$250,000 will be utilized for predevelopment expenses related to the Crescent redevelopment as part of the revitalization of Lake Anne.
- \$141,902 from the Silver Lining Initiative: The program is a homeownership program focused on foreclosure and the program is coming to a close. The FCRHA has approved utilizing these remaining funds for a new closing cost program, and an agenda item will be presented to the Board of Supervisors at the September 13, 2011 Board meeting requesting the reallocation of the funds to a new Closing Costs Grant program.