

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Planning and Building	(2) MEETING DATE 4/23/2013	(3) CONTACT/PHONE Suzan Ehdai, Planner II/781-4974	
(4) SUBJECT Request to authorize a budget adjustment in the amount of \$1,000,000 in CalHome grant funds from the California Department of Housing and Community Development for the County's First Time Home Buyer Program. All Districts			
(5) RECOMMENDED ACTION It is recommended that your Board approve the requested budget adjustment of \$1,000,000 in CalHome grant funds from the California Department of Housing and Community Development and increase appropriation in Services & Supplies by \$28,000 and Other Charges by \$972,000, for the County's First Time Home Buyer Program in Community Development, Fund Center 290.			
(6) FUNDING SOURCE(S) CalHome	(7) CURRENT YEAR FINANCIAL IMPACT \$100,000.00	(8) ANNUAL FINANCIAL IMPACT \$450,000.00	(9) BUDGETED? No
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ___) <input type="checkbox"/> Board Business (Time Est. ___)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: 1213133 <input type="checkbox"/> 4/5th's Vote Required <input type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: <u>A-4 11/1/2011</u>	
(17) ADMINISTRATIVE OFFICE REVIEW Reviewed by Leslie Brown			
(18) SUPERVISOR DISTRICT(S) All Districts -			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Planning and Building / Suzan Ehdaie, Planner II

VIA: Wes Drysdale, Administrative Services Manager, Operations Division

DATE: 4/23/2013

SUBJECT: Request to authorize a budget adjustment in the amount of \$1,000,000 in CalHome grant funds from the California Department of Housing and Community Development for the County's First Time Home Buyer Program. All Districts

RECOMMENDATION

It is recommended that your Board approve the requested budget adjustment of \$1,000,000 in CalHome grant funds from the California Department of Housing and Community Development (HCD) and increase appropriation in Services & Supplies by \$28,000 and Other Charges by \$972,000, for the County's First Time Home Buyer Program in Community Development, Fund Center 290.

DISCUSSION

The purpose of this budget adjustment request is to bring in \$1,000,000 in CalHome funds to the Fund Center (FC) 290, Community Development operating budget, for the First Time Home Buyer Program. Over the last six years, the County's First Time Home Buyer Program has enabled 16 low-income families to become homeowners by providing down payment assistance using CalHome funds. Based on our previous success with the program, the County has been awarded an additional \$1 million in CalHome grant funds to help another 20 to 25 low-income homebuyers. These funds will expire in 2015. The County is now accepting applications from potential homebuyers and expects to spend the \$1 million CalHome grant over the next two years.

OTHER AGENCY INVOLVEMENT/IMPACT

Not applicable

FINANCIAL CONSIDERATIONS

The requested budget adjustment is in the amount of \$1,000,000 from the CalHome grant program to Fund Center (FC) 290, Community Development. The CalHome grant program does not require a local match. However, HCD limits the amount of CalHome funds that the County can use to cover its staff costs implementing the program to \$1,400 per closed loan. Staff estimates that this limit will result in a total annual cost to the County's General Fund of approximately \$3,000 during the fiscal years 2012-13, 2013-14 and 2014-15.

The following table displays the funding and General Fund costs over the term of the grant.

Fiscal Year	CalHome Fund	General Fund
2012-2013	\$100,000	\$3,000
2013-2014	\$450,000	\$3,000
2014-2015	\$450,000	\$3,000

RESULTS

Authorization of the \$1,000,000 budget adjustment in CalHome funds will enable the County to make First Time Home Buyer loans to approximately 20 to 25 low-income homebuyers who would not otherwise qualify for home ownership, for the next three years.