THE CITY OF ASHEVILLE

STAFF REPORT

Council Meeting Date: March 10, 2020

Subject: Technical Budget Amendment associated with the portion of the 2016 General Obligation (G.O.) Bonds dedicated to Affordable Housing Trust Fund loans.

Staff Resource(s): Tony McDowell, Finance Department

Action Requested: Adoption of a technical budget amendment to budget $5.0 million in 2016 General Obligation (G.O.) Bond funding in the City's Housing Trust Fund.

Background:

- The $74 million General Obligation Bond Referendum that City of Asheville residents approved in November 2016 included $5.0 million for affordable housing loans.
- Staff initially budgeted all of the G.O. Bond funding in the City's General Capital Projects Fund, including the $5.0 million for affordable housing loans .
- After discussions with the City's Controller, staff are recommending that the affordable housing loans be budgeted and accounted for in the City's Housing Trust Fund in order to better track all of the loan receivables that are part of the City's affordable housing loan program.
- In order to make this accounting change, a technical budget amendment is required to set up authorization for the loans in the Housing Trust Fund.

Council Goal(s):

- A Financially Resilient City

Pro(s):

- Improves accounting and reporting by consolidating all affordable housing loans in one single fund.

Con(s):

- None.

Fiscal Impact:

- There is no overall fiscal impact with this technical budget amendment.

Suggested Motion:

- Motion to adopt a budget amendment to budget $5.0 million in 2016 General Obligation (G.O.) Bond funding in the City's Housing Trust Fund.

Attachment(s)

- Budget Amendment

ORDINANCE NO. _____

BUDGET ORDINANCE AMENDMENT

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ASHEVILLE

That the City of Asheville Fiscal Year 2019-20 Budget Ordinance be amended to budget $5.0 million in 2016 General Obligation (G.O.) Bond funding in the City's Housing Trust Fund as follows:

HOUSING TRUST FUND

Revenues:

Operating Transfer from Gen. Capital Projects Fund	$5,000,000
Total Revenues	$5,000,000

Appropriations:

Awarded Loans - Bonds	$5,000,000
Total Appropriations	$5,000,000

That this ordinance shall be in full force and effect upon the date of final passage.

Read, approved and adopted this 10th day of March, 2020.

_____ _____

City Clerk Mayor

Approved as to form:

_____

City Attorney