



4. A.

DEPARTMENT OF  
PLANNING AND DEVELOPMENT

CITY OF SACRAMENTO  
CALIFORNIA

1231 I STREET  
SACRAMENTO, CA

May 18, 1990

ADMINISTRATION  
ROOM 500  
95814-2987  
916-449-5571

Budget and Finance Committee  
Sacramento, California

ECONOMIC DEVELOPMENT  
ROOM 500  
95814-2987  
916-449-1225

Honorable Members in Session:

NUISANCE ABATEMENT  
ROOM 501  
95814-5982  
916-449-5948

Subject: Housing Program Implementation

**SUMMARY**

The recommendations to implement the Housing Program Committees report have been delayed due to funding problems. The Planning and Development Department submitted a proposal to augment funding and expand the program as part of its 90-91 budget. However, funding from general fund sources is not available. The Housing and Redevelopment Agency and the department are working together to identify new funding sources. Options have been identified and will be reviewed with the Committee during the Planning and Development Department's budget presentation on May 29th.

**BACKGROUND**

The Housing Program Committee presented recommendations to the joint Budget and Finance and Transportation and Community Development Committees in November 1989. The department was directed to report back with a budget proposal for an expansion of the Housing and Dangerous Building program. This was done as part of the department's 1990-91 budget recommendations. However, the final "proposed" budget message noted the lack of general fund monies and stated that Sacramento Housing and Redevelopment Agency and City staff are working to develop options for SHRA to implement the program.

The Agency has indicated that it is unable to fully fund the requested increment for the 1990-91 fiscal year (approximately \$302,000), but may be able to provide some financial assistance through a contractual agreement for services rendered in the central city and redevelopment target areas. The amount of such assistance and the conditions for a contractual arrangement have

**FINANCIAL INFORMATION**

yet to be worked out. Once a specific proposal has been arrived at, we shall report back to the Committee.

The long term plan for the Housing and Dangerous Building program is to significantly increase its revenues and the percentage of cost recovery through fees, fines and penalties. Such income must be derived in the form of property liens; therefore the early years of the program will be heavily dependent on funding from other sources until collections are realized. The degree of cost recovery is not predictable without some experience.

**POLICY CONSIDERATIONS**

None at this time.

**MBE/WBE CONSIDERATIONS**

None.

**RECOMMENDATION**

This report is submitted as information only.

Respectfully submitted,

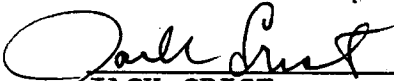


ROBERT SMITH, Executive Director,  
Sacramento Housing and  
Redevelopment Agency



MICHAEL M. DAVIS, Director,  
Planning and Development

Recommendation Approved:



JACK CRIST  
Deputy City Manager

May 29, 1990  
All Districts