

Energy and Weatherization Programs

Program Unit 100

Program Description

Energy and Weatherization Programs provide services to low-income Oregonians who need assistance with heating and electric bill payment, and also provides weatherization services to make homes more energy efficient. Households with incomes at or below 60 percent of Oregon median income are eligible for the Department's programs.

Energy Assistance Programs

Energy Assistance programs address the disproportionate energy burden facing many low-income households. These programs fund payments to help low-income households for home heating costs and to prevent utility shut-offs. The funds also support energy education, conservation activities, and provide outreach so that eligible households know about available assistance.

Sources and Uses

Description	Fund Type	GRB Amount
Low-Income Energy Assistance Program (LIEAP) Awarded by US Department of Health and Human Services (DHHS) for heating bill payment assistance to low-income renters and homeowners. Services include heating bill payment assistance, energy education, and case management. Households must be at or below 60% of state median income to be eligible for this program.	Federal Funds	\$46,359,125
Oregon Energy Assistance Program (OEA) Receipts from monthly meter charges collected by Portland General Electric (PGE) and PacifiCorp for electric bill payment assistance and crisis assistance to low-income households, with priority assistance given to those in danger of service disconnection. Renters and homeowners at or below 60% of the state median income who are customers of PGE or PacifiCorp are eligible for this program.	Other Funds	\$32,689,750
Total Energy Assistance		\$79,048,874

Low Income Weatherization Assistance Programs

Weatherization assistance is available to low-income home owners and renters. Weatherized homes use less energy, thereby reducing residents' heating bills. These services include conservation services, health and safety repairs, heating

system repair and replacement, and energy education. Priority is given to qualified seniors, disabled people, and households with children younger than six years of age.

Sources and Uses

Description	Fund Type	GRB Amount
<p>Department of Energy (DOE) Awarded by US Department of Energy for home energy conservation measures. DOE provides home weatherization assistance to low-income renters and homeowners regardless of heating source (termed “fuel blind”). These funds are available in all areas of the state.</p>	Federal Funds	\$4,900,090
<p>LIEAP Weatherization Fifteen percent of LIEAP award is used for home energy conservation measures. LIEAP is also fuel blind and the funds are available in all areas. LIEAP and DOE are often combined to provide greater assistance to households.</p>	Federal Funds	\$8,380,675
<p>Bonneville Power Administration (BPA) Awarded by Bonneville Power Administration for home energy conservation measures. These funds are available to households that heat with electricity from a public utility. These funds can also be combined with DOE and LIEAP.</p>	Federal Funds	\$3,055,916
<p>Energy Conservation Helping Oregonians (ECHO) Receipts from public purpose charges (PPC) collected by Portland General Electric (PGE) and PacifiCorp. ECHO funds are available to households that heat with electricity from one of these utilities. These funds can also be combined with DOE and LIEAP. ECHO and BPA funds cannot be combined.</p> <p>Fifteen percent of the PPC program dollars (\$2,472,652) are used for energy conservation measures in affordable rental housing development. The housing units must be in the area where the funds are collected.</p>	Other Funds	\$18,315,942
<p>Total Weatherization Programs</p>		\$34,652,623

Energy Matchmakers Program

This new program is designed to increase the energy-efficiency and family self-sufficiency of low-income households by:

- allowing access to fundamental technology improvements for existing weatherization assistance programs;

- dedicating resources to advanced technology in publicly funded affordable housing during the development stage;
- funding conservation education for consumers to ensure they not only know the basic methods of saving energy, but also have the skills necessary to use the advanced measures installed in their homes;
- providing essential skills training for affordable housing development partners to not only ensure they know about and can properly install newly-created products, but also to give them the ability to analyze the cost benefits of installing improved measures; and
- increasing the number of existing housing units weatherized.

The Governor’s Recommended Budget includes \$4.0 million of General Fund to establish the Energy Matchmakers Program to provide funds for energy efficiency improvements in the housing of low-income individuals. These funds must be matched with an equal amount of in-kind contributions related to energy efficiency improvements, including but not limited to weatherization services, with an equal amount of funding from public or private financial resources or from tax incentives.

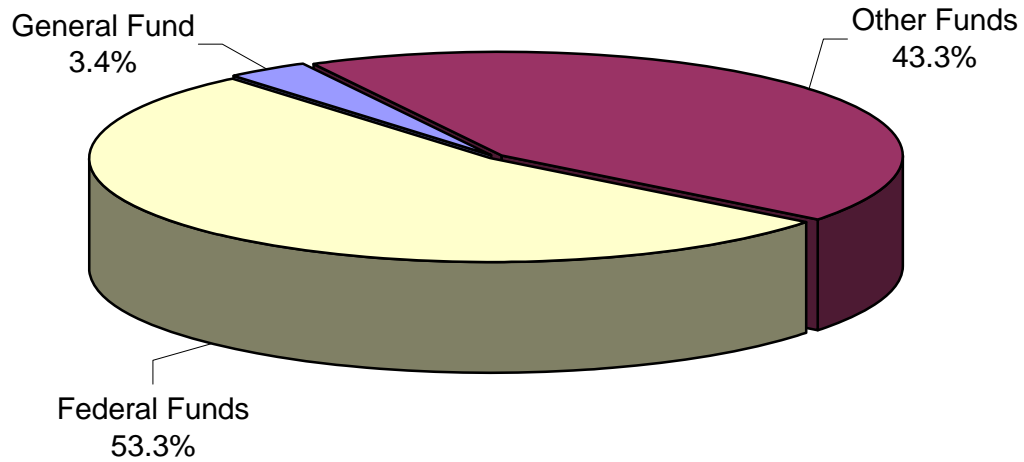
Business Energy Tax Credit

All affordable housing project applicants applying for funds through OHCS’ Consolidated Funding Cycle (CFC) and requesting low-income weatherization funds are sent a BETC waiver assigning the right to apply for and utilize the tax credit. Following the Oregon Department of Energy’s BETC process, OHCS may receive the tax credit from those who assign their rights to us, and then sell the credit to people or entities with Oregon tax liability. The buyer purchases the credit receiving more of a tax credit than the purchase price. This process provides flexible funding for the Department.

Sources and Uses

Description	Fund Type	GRB Amount
Energy Matchmakers General Fund appropriation for increasing energy self-sufficiency of low-income Oregonians.	General Fund	\$4,000,000
Business Energy Tax Credit (BETC) Assignment and re-sale of tax credits used as flexible Department funding. This program has not had many applicants as yet.	Other Funds	\$0
Total Other Energy Programs		\$4,000,000

Energy & Weatherization Programs



	<u>General Fund</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total</u>
Energy Assistance OEA, LIEAP	0	32,689,656	46,527,258	79,216,914
Weatherization Assistance ECHO, DOE, LIEAP, BPA	0	18,316,036	16,168,548	34,484,584
Energy Matchmakers General Fund	4,000,000	0	0	4,000,000
	\$4,000,000	\$51,005,692	\$62,695,806	\$117,701,498

Self-Sufficiency & Emergency Assistance Programs

Program Unit 200

Program Description

Self-Sufficiency & Emergency Assistance Programs provide services to very low-income Oregonians who are in need of supportive services that provide them with the basic daily needs of food and shelter. These programs are divided into three areas: Rental Assistance, Homeless Assistance, and Food & Anti-Poverty Programs.

Rental Assistance Programs

OHCS administers programs that provide rental assistance payments for low-income Oregonians to help them remain in stable housing. Households may also receive case management services to support their progress toward self-sufficiency. Both federal and state funds support rental assistance programs.

Sources and Uses

Description	Fund Type	GRB Amount
Section 8 Project-Based Assistance Program Received from the US Department of Housing and Urban Development (HUD). Rent subsidy payments are paid directly to property owners. These subsidies ensure that tenants pay no more than 30% of their income for rent. The Department also receives fees for contract administration and monitoring.	Non-Limited Federal Funds	\$107,250,000
	Other Funds	\$1,135,584
Low Income Rental Housing Fund (LIRHF) Funding is provided through transfers from the state Judicial Department, from fees associated with filing of eviction notices, and voluntary participation by landlords of interest earnings on security deposits. The program provides very-low-income households with transitional rental assistance and case management to assist them in achieving self-sufficiency. Most of the LIRHF funds provide the match requirement for the HOME TBA program.	Other Funds	\$842,843
HOME Tenant-Based Assistance (TBA) TBA is part of the HOME Investment Partnership Agreement funded through HUD. These funds subsidize rental payments for low-income families and individuals. (Subsidized by other revenue sources.)	Federal Funds	\$6,440,342
	Other Funds	\$50,816

Description	Fund Type	GRB Amount
Housing Opportunities for Persons With AIDS (HOPWA) Administration for pass-through from HUD to the Oregon Dept of Human Services (DHS). The program assists AIDS/HIV infected people with rental payments.	Federal Funds	\$18,222
Tenant Readiness Program (TRP) Interest earned on the Tenant Readiness Guarantee Fund. OHCS provides a rental payment guarantee to landlords when tenants have completed life skills training.	Other Funds	\$4,640
Total Rental Assistance		\$115,742,447

Homeless Assistance Programs

OHCS homeless assistance programs address a range of issues, including emergency shelters, transitional housing, and case management and financial assistance to prevent homelessness. OHCS allocates homeless assistance funds to community action agencies (CAAs) to administer at the local level. Local services include crisis intervention, emergency shelters, transitional housing, permanent housing with services for the disabled, and discharge planning.

The Governor’s Recommended Budget includes General Fund reductions of \$342,692 to the Emergency Housing Assistance Program and \$733,680 to the State Homeless Assistance Program.

Sources and Uses

Description	Fund Type	GRB Amount
Emergency Housing Assistance (EHA) General Fund appropriation, transferred to Other Funds, and interest earnings. This program helps fund emergency shelters and services, transitional and supportive housing services, and emergency mortgage, rent, or utility payments.	General Fund	\$6,524,429
	Other Funds	\$6,637,568
State Homeless Assistance Program (SHAP) General Fund appropriation for assistance that is short-term and emergency in nature, such as emergency shelter, nutritional assistance, personal hygiene, and referrals. Funds are not used for prevention projects or for transitional activities.	General Fund	\$2,258,901

Description	Fund Type	GRB Amount
Emergency Shelter Grant Program (ESGP) Awarded by HUD as part of the 1987 McKinney Act. These funds are used to increase the bed capacity of emergency shelters, and allow limited expenditures in other program areas.	Federal Funds	\$2,072,696
Housing Stabilization Program (HSP) DHS transfers a portion of its Temporary Assistance to Needy Families (TANF) funds to OHCS for HSP. The program provides stabilization assistance and homelessness prevention programs. (Subsidized by other revenue sources.)	Federal Funds	\$1,000,000
	Other Funds	\$77,354
Continuum of Care (C of C) Awarded by HUD. C of C provides funds to create transitional housing units with services for homeless individuals and families in 26 rural counties. (Subsidized by other revenue sources.)	Federal Funds	\$2,359,105
	Other Funds	\$541,284
Total Homeless Assistance		\$21,471,337

Food and Anti-Poverty Programs

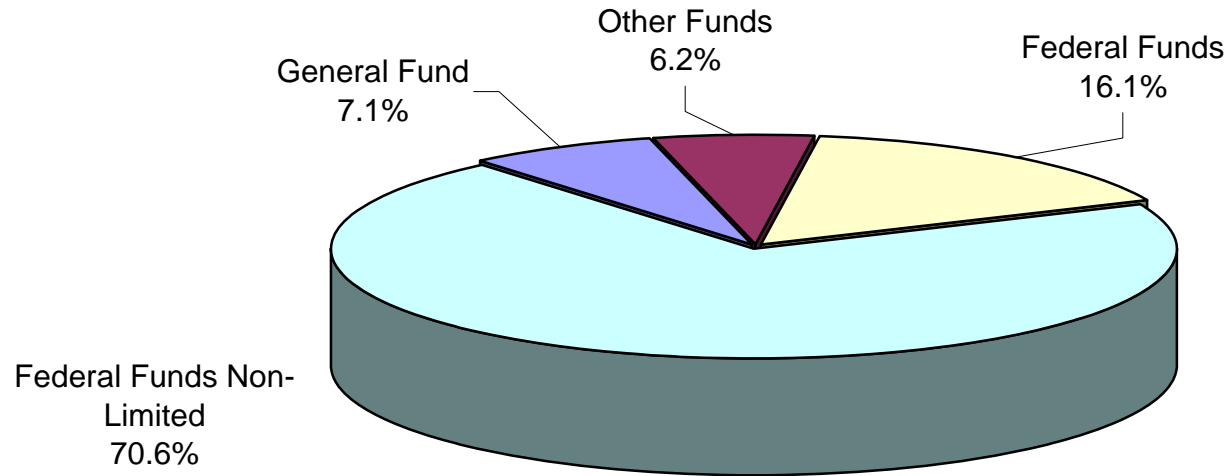
The Department administers several food programs that assist Oregonians most vulnerable to malnutrition. The programs provide commodities to low-income households, distribute food to the Umatilla tribe, partially support the Hunger Relief Task Force, and fund efforts to increase public awareness of hunger and reduce its incidence. The Department also allocates a federal anti-poverty program to CAAs to provide and coordinate local low-income assistance programs.

Sources and Uses

Description	Fund Type	GRB Amount
Community Services Block Grant (CSBG) Awarded by Department of Health & Human Services (DHHS). CSBG provides operating funds for community action agencies (CAAs) and supports anti-poverty programs.	Federal Funds	\$10,828,214
Temporary Emergency Food Assistance Program (TEFAP) Awarded by US Department of Agriculture (USDA). This program provides USDA commodities to low-income households through emergency food box programs.	Federal Funds	\$1,411,744

Description	Fund Type	GRB Amount
<p>General Fund Food Program (GFFP) General Fund appropriation. OHCS passes these funds to Oregon Food Bank for funding of information and referral, food purchases, food resource directories, outreach programs, and repackaging and storage of frozen foods.</p>	General Fund	\$2,056,000
<p>Commodity Supplemental Food Program (CSFP) Awarded by USDA. CSFP funds are used for storage and distribution of foods with high nutritional value to low-income pregnant women, infants, and children who are at nutritional risk.</p>	Federal Funds	\$201,523
<p>Food Distribution Program on Indian Reservations (FDPIR) Awarded by USDA. Provides nutritious food to any income-eligible households residing within the Confederated Tribes of the Umatilla Indian Reservation boundary.</p>	Federal Funds	\$166,405
<p>Hunger Relief Task Force (HRTF) Funded by contributions from member agencies. The HRTF serves as the policy advisory arm of the Interagency Council on Hunger and Homelessness, which in turn advises the Governor on policies and issues related to hunger.</p>	Other Funds	\$140,076
<p>Total Food and Anti-Poverty Programs</p>		\$14,803,962

Self-Sufficiency & Emergency Assistance Programs



	<u>General Fund</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Federal Funds NL</u>	<u>Total</u>
Rental Assistance LIRHF, HOME, Section 8	0	1,963,385	6,440,342	107,250,000	115,653,727
Homeless Assistance SHAP, EHA, ESGP, HSP, C of C	8,783,330	6,583,389	6,203,125	0	21,569,844
Food Programs GFFP, HRTF, TEFAP, CSFP, FDPIR	2,056,000	883,391	1,781,906	0	4,721,297
Anti-Poverty Programs CSBG	0	0	10,072,878	0	10,072,878
	\$ 10,839,330	\$ 9,430,165	\$ 24,498,251	\$ 107,250,000	\$ 152,017,746

Community Capacity Building Programs

Program Unit 300

Program Description

Capacity building programs include the Oregon Volunteers! Commission for Voluntary Action and Service (OV), the Manufactured Communities Resource Center (MCRC), and the Individual Developments Accounts (IDA) program.

Oregon Volunteers! Commission for Voluntary Action and Service

OV has the mission to promote and support AmeriCorps, volunteerism, and civic engagement in order to strengthen Oregon communities. Volunteers maintain the quality of life throughout Oregon, and OV strives to increase the number of volunteers and strengthen organizations using volunteers.

Manufactured Communities Resource Center

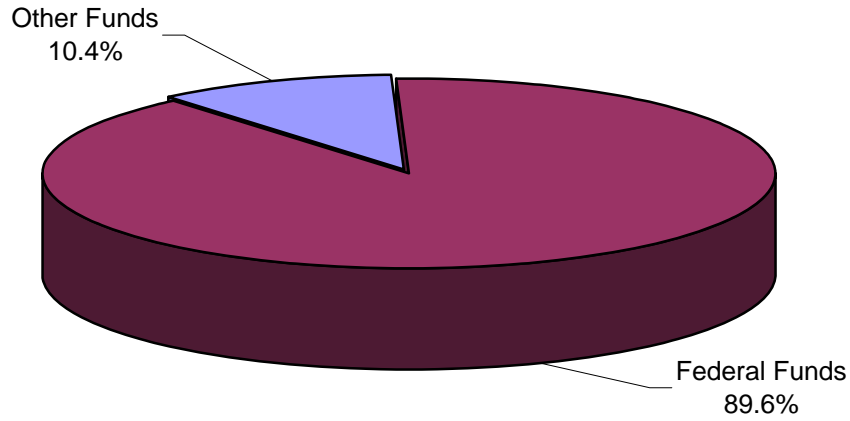
MCRC assists park owners and residents to resolve concerns through informal dispute resolution, and provides mediation, information, referrals, and technical assistance related to manufactured home parks. OHCS maintains statistics and information about manufactured home parks in Oregon.

Individual Development Accounts (IDA) An IDA is a matched savings account that helps low-income Oregonians build assets and achieve economic self-sufficiency. Assets accrued in the account may be used for education and skill training, business capitalization, home ownership, and repairs or modifications to a primary residence.

Sources and Uses

Description	Fund Type	GRB Amount
Oregon Volunteers! Awards from the Corporation for National and Community Service for AmeriCorps and volunteerism programs.	Federal Funds	\$4,648,574
MCRC Annual assessments on manufactured homes located in parks and assessed as personal property. Funds are used for mediation, information, referrals, and technical assistance to manufactured home park tenants and owners.	Other Funds	\$542,309
Description	Fund Type	GRB Amount
Individual Development Accounts (IDA) OHCS does not directly receive funds or make expenditures on behalf of account owners, but is the agency designated with oversight of the program.		\$0
Total Community Capacity Building Programs		\$5,190,883

Community Capacity Building Programs



	<u>General Fund</u>	<u>Lottery Funds</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total</u>
Oregon Volunteers	0	0	0	4,648,574	4,648,574
Manufactured Home Parks	0	0	542,309	0	542,309
Individual Development Accts	0	0	0	0	0
	\$ -	\$ -	\$ 542,309	\$ 4,648,574	\$ 5,190,883

Homeownership & Affordable Rental Housing Programs

Program Unit 400

Program Description

The Homeownership and Affordable Rental Housing programs provide housing opportunities to first-time homebuyers and low-income renters. The homeownership programs offer homebuyer training, loans and assistance with home purchases, and grants to repair single-family homes. The affordable rental housing development programs provide funds for construction, rehabilitation, and maintenance of affordable multi-family rental housing. The Department performs annual compliance inspections to ensure that these developments remain safe, decent, and affordable housing for low-income Oregonians.

Homeownership Programs

OHCS administers the Residential Loan Program (RLP) through the sale of tax-exempt mortgage revenue bonds. The program enables low-income Oregonians to become homeowners. These programs are funded primarily through the residential loan program, with additional funding from the Department of Housing and Urban Development (HUD).

This budget anticipates providing 800 loans per year, and eliminates the General Fund appropriation for the Home Ownership Assistance Program.

Sources and Uses

Description	Fund Type	GRB Amount
Residential Loan Program (RLP) Proceeds from sale of tax-exempt revenue bonds, interest, fees, and loan repayments for first-time homebuyers. The program helps first-time homebuyers who meet certain income restrictions by offering mortgage interest rates that are below the market rate.	Non-Limited Other Funds	\$1,400,019,664
	Other Funds	\$2,410,166
Purchase Assistance Loan (PAL) Awarded from HUD as the American Dream Down-payment Initiative. PAL assists first-time homebuyers with down payment and closing costs required to obtain a mortgage through the RLP.	Federal Funds	\$120,607

Description	Fund Type	GRB Amount
Housing Rehabilitation Program (HRP) Oregon Economic & Community Development Department transfers a portion of the Community Development Block Grant (CDBG) from HUD to OHCS. The Department uses the funds to help fund regional housing centers and for repair and for maintenance and repair of existing single family housing in rural areas.	Federal Funds	\$5,547,182
Home Ownership Assistance Program (HOAP) OHCS will have loan repayments from the down payment assistance program as owners refinance or sell their home. The funds will be used to assist first-time homebuyers with costs to purchase homes.		\$0
Total Homeownership Programs		\$1,408,097,619

Affordable Rental Housing Development Programs

Loan and grant programs Affordable rental housing development is funded through the Department's various loan and grant programs. The majority of the loan programs use tax-exempt financing or revolving loan funds to create rental housing for Oregonians at 50 to 100 percent of area median income. State and federal fund grants are awarded through a semi-annual Consolidated Funding Cycle. These programs assist very-low-income people who have special needs.

Sources and Uses

Description	Fund Type	GRB Amount
Elderly and Disabled Loan Program (E&D) Proceeds from sale of general obligation bonds, interest, fees, and loan repayments for construction or rehabilitation of units for elderly and special needs populations.	Non-Limited Other Funds	\$78,668,863
	Other Funds	\$985,488
Multifamily Loan Program Proceeds from sale of bonds, interest, fees, and loan repayments for construction or rehabilitation of affordable multifamily rental housing.	Non-Limited Other Funds	\$56,453,387
	Other Funds	\$3,036,903

Description	Fund Type	GRB Amount
Affordable Rental Housing Preservation Lottery bond proceeds used for gap financing to preserve low-income housing units and their associated rent subsidies.	Other Funds Lottery Debt Service	\$16,881,839 \$1,324,852
Housing Development Grant Program (HDGP) Public utility fees and interest from the Housing Trust Fund corpus fund this program. These grants fund construction, acquisition, and rehabilitation of multifamily properties. The program requires that resident services are incorporated with housing, and supports the match requirement for HOME program funds.	Other Funds	\$7,868,682
Manufactured Home Park Purchase Preservation (MHPP) Lottery bond proceeds used for gap financing to preserve manufactured home park cooperatives.	Other Funds Lottery Debt Service	\$3,181,974 \$155,029
HOME Partnership Investment Program (HOME) HOME funds are awarded by HUD for developing affordable housing for low- and very-low-income households. Eligible uses include acquisition, rehabilitation, and new construction of rental housing, and operating funds for community housing development organizations.	Federal Funds	\$20,586,104
Loan Guarantee Program (LGP) Fees provide funding for the administrative costs of this program. LGP provides guarantees of up to 25 percent of the principal loan amount for acquisition and/or rehabilitation of existing housing for low- and very-low-income families.	Other Funds	\$38,435
Housing Permanent Living Utilizing Services (Housing PLUS) was funded with lottery-backed bonds in the 2007-09 biennium. The program creates permanent, supportive housing for Oregon's homeless through capital development, rental subsidies, and supportive services.	Other Funds Lottery Debt Service	\$15,666,875 \$3,032,872
Pre-Development Program Loan repayments, interest, and fees fund this program. Predevelopment loans are used for site acquisition and other costs incurred before a project is "shovel ready".	Non-Limited Other Funds Other Funds	\$1,920,100 \$43,709

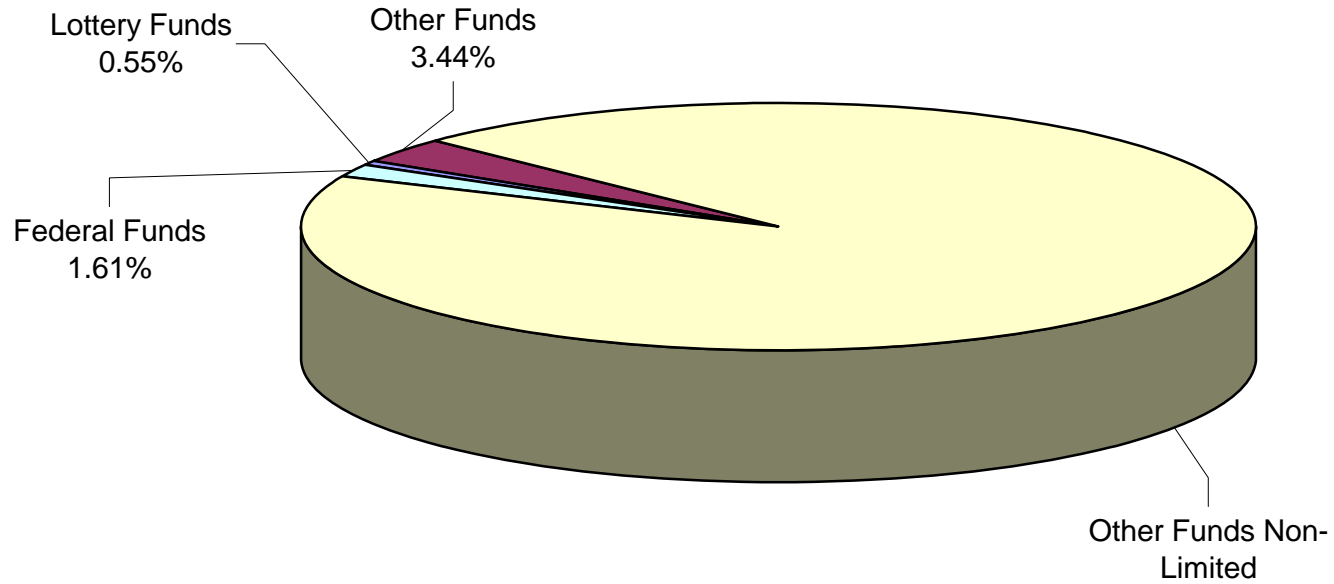
Description	Fund Type	GRB Amount
<p>Farmworker Housing Development Program (FHD) Farm labor civil penalties levied by Oregon’s Bureau of Labor and Industries (BOLI) and interest earnings fund this program. The funds were used to expand the supply of on-farm housing for low-income farmworkers. Currently, OHCS is allowing an account balance to build before allocating funds to a specific project.</p>	Other Funds	\$108,613
<p>HELP Program (HELP) The HELP program is funded with loan repayments on certain properties that were financed and refunded under an expired bond indenture. HELP grants fund housing developments for specific populations that are very-low-income.</p>	Other Funds	\$301,522
<p>Seed Money Advance Loan Program (SMAL) Fees fund the administrative costs of this program. A revolving fund provides no-interest loans to developers to pay for recoverable pre-construction costs before construction loan proceeds are available.</p>	Other Funds	\$3,305
<p>Oregon Rural Rehab Program (ORR) Interest earnings fund the administrative costs of this program. A loan fund provides low-interest loans to preserve and develop farmworker housing.</p>	Other Funds	\$14,408
<p>Community Incentive Fund (CIF) The Community Incentive Fund was established with lottery-backed bonds. All of the original bond proceeds have been awarded. Loan repayments are now used as gap financing to fund preservation of properties with expiring rent subsidies.</p>	Other Funds Lottery Debt Service	\$2,239,408 \$4,483,595
<p>Total Loan and Grant Programs</p>		\$216,995,963

Tax credit programs Tax credits provide an incentive to encourage construction and rehabilitation of rental housing for lower-income households. The programs offer credits on federal and state tax liabilities to individuals, corporations, partnerships and other legal entities.

Sources and Uses

Description	Fund Type	GRB Amount
<p>Low Income Housing Tax Credit (LIHTC) OHCS receives fees for awarding and ensuring compliance with federal restrictions on the LIHTC program. The credits are an incentive to encourage construction and rehabilitation of affordable rental housing. These federal credits are offered for ten year periods. Developers can use the credits themselves, but the majority sell the credits to investors who have federal tax liability.</p>	Other Funds	\$2,588,844
<p>Oregon Affordable Housing Tax Credit (OAHTC) OHCS receives fees for awarding and ensuring compliance with state restrictions on the OAHTC program. Lenders with state tax liability receive the credits and then reduce the interest rate on housing projects by up to four percent. Savings generated by lower financing costs must in turn reduce the rent for tenants.</p>	Other Funds	\$655,943
<p>Farmworker Housing Tax Credit (FHTC) The Farmworker Housing Tax Credit program is also a state income tax credit. It is available to growers and developers who incur costs to construct, install, or rehabilitate on-farm or community-based farmworker housing. Credits may be sold to investors if the owner has no state tax liability. Administrative costs of the program are subsidized with other revenues.</p>	Other Funds	\$18,430
<p>Vertical Housing Program (VH) This program offers a property tax exemption rather than a tax credit. VH encourages mixed-use commercial and residential developments in areas designated by communities through a partial property tax exemption. The exemption varies in accordance with the number of residential floors on a project, and an additional exemption may be available if some of the housing is for low-income tenants. The program is subsidized with other revenue sources.</p>	Other Funds	\$45,537
<p>Total Tax Credit Programs</p>		\$3,308,754

Homeownership & Affordable Rental Housing Development Programs



	<u>General Fund</u>	<u>Lottery Funds</u>	<u>Other Funds</u>	<u>Other Funds NL</u>	<u>Federal Funds</u>	<u>Total</u>
Homeownership Programs RLP, PAL, HRP, HOAP	0	0	2,410,166	1,400,019,664	5,667,789	1,408,097,619
Multifamily Loan & Grant Programs E&D, Multifamily Loan, Preservation, HDGP, MHPP, HOME, LGP, Housing PLUS, PreDev, FHD, HELP, SMAL, ORR, CIF	0	8,996,348	50,371,161	137,042,350	20,586,104	216,995,963
Tax Credit Programs LIHTC, OAHTC, FHTC, VH	0	0	3,308,754	0	0	3,308,754
	\$ -	\$ 8,996,348	\$ 56,090,081	\$ 1,537,062,014	\$ 26,253,893	\$ 1,628,402,336

Program Outreach & Accountability

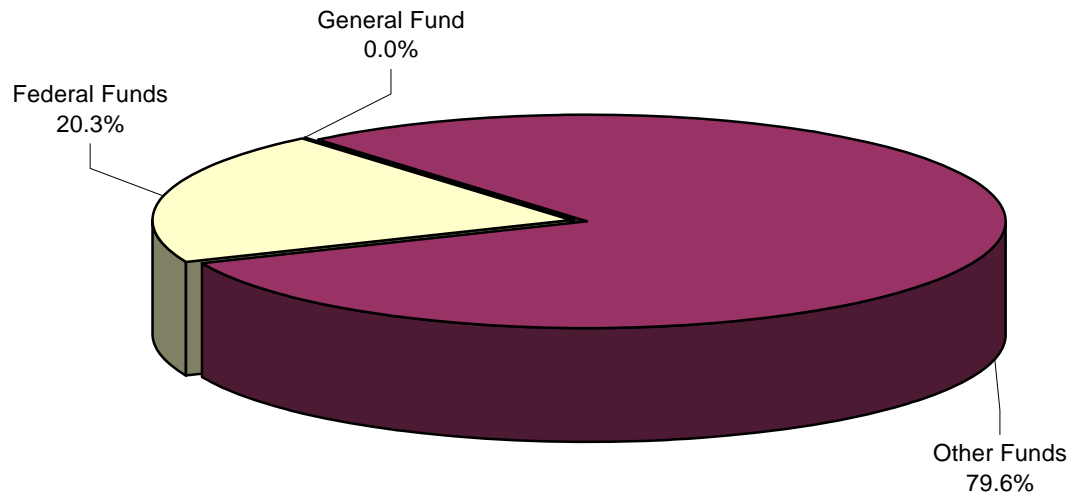
Program Unit 500

Program Description

Program Outreach and Accountability provides the necessary support to allow programs to operate at their highest level of efficiency. These services include accounting, investments, debt management, contracting, research, data collection, information systems, communications, field auditing, human resources, and management oversight.

Description	Fund Type	GRB Amount
Administration Includes the Director's Office, Human Resources, Agency Affairs Office, Financial Management Division, and Information Services Division.	General Fund	\$1,887
	Other Funds	\$8,681,790
	Federal Funds	\$2,216,291
Total Program Outreach & Accountability		\$10,899,968

Program Outreach & Accountability



	<u>General Fund</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total</u>
Administrative Functions	1,887	8,681,790	2,216,291	10,899,968
	\$ 1,887	\$ 8,681,790	\$ 2,216,291	\$ 10,899,968

Additional Programs and Funding (Subsequent to Governor's Recommended Budget)

2009 State Legislation

House Bill 2436, the Housing Opportunity bill, increases the fee collected for the recording of certain real property documents by \$15 and transfers the funds to OHCS. These funds will provide a dedicated and sustainable revenue source that will enhance the Department's ability to develop affordable housing, increase homeownership opportunities, provide options to individuals who are at risk of becoming homeless, and provide support to our community partners.

The estimated amount available in the 2009-11 biennium is \$15,158,666. The Bill stipulates that 10 percent of these funds are for homeless assistance programs, 14 percent for homeownership programs, and 76 percent for multifamily rental housing development programs. The Department has dedicated six percent from the multifamily housing development funds for building the capacity of community partners.

OHCS will need \$1,515,867 additional Other Funds limitation in the Self-Sufficiency and Emergency Assistance program unit; \$909,520 in the Community Capacity Building program unit; and \$12,733,279 in the Homeownership and Affordable Rental Housing program unit.

Increased Federal Awards

The Department of Health & Human Services (DHHS) significantly increased the funding for the Low Income Energy Assistance Program (LIEAP) for the October 1, 2008 to September 30, 2010 program period. Funding is expected to remain at this level for following program periods. The Governor's Recommended Budget includes \$54,739,800 for LIEAP. The revised projection for this program is \$103,363,963, so OHCS will need additional Federal Funds limitation of \$48,624,163 in the Energy and Weatherization program unit.

The Department of Energy (DOE) also increased funding to the low-income weatherization program for the April 1, 2009 to March 31, 2010 program period. This increased funding level is expected to continue in following program years. The Governor's Recommended Budget includes \$4,900,090 for DOE. The revised projection for this program is \$9,126,600, so OHCS will need additional Federal Funds limitation of \$4,226,510 in the Energy and Weatherization program unit.

Housing and Economic Recovery Act

The Housing and Economic Recovery Act of 2008 (HERA) authorized \$3.92 billion for the Neighborhood Stabilization Program (NSP) to fund the redevelopment of abandoned and foreclosed homes. OHCS was awarded \$19.6 million to be expended over three years, beginning in April 2009. The Governor's Recommended Budget does not include this

program. The additional Federal Funds limitation needed in 2009-11 is \$12,401,100 in the Homeownership and Affordable Rental Housing program unit.

American Recovery & Reinvestment Act Programs

The American Recovery and Reinvestment Act (ARRA) included additional funds for several of the Department's program areas. The Governor's Recommended Budget does not include these funds, and the Department will need additional limitation.

Energy and Weatherization Programs

OHCS expects to receive \$38.5 million for weatherization assistance for low-income households, which is similar to the current DOE program. The funds must be expended over three years, beginning in April 2009. The additional Federal Funds limitation needed in 2009-11 for this program is \$28,564,989 in this program unit.

Self-Sufficiency and Emergency Assistance Programs

ARRA funding includes an additional \$7.87 million over the next three years for the Homeless Prevention and Rapid Re-Housing Program (HPRP). These funds may be used for rental assistance, housing relocation and stabilization services, and case management. OHCS will begin awarding the funds in July 2009, and expects to disburse 60 percent of this money during the 2009-11 biennium. The Federal Funds limitation needed for this program is \$4,724,062.

The Community Services Block Grant (CSBG) will receive an additional \$7.99 million. OHCS will begin awarding the funds in May 2009, and must disburse all of this money before December 30, 2010. The Federal Funds limitation needed for this program is \$7,189,158.

The Temporary Emergency Food Assistance Program (TEFAP) received an additional \$626,014 to be used by September 30, 2010. OHCS began expending this money in April 2009, and will need Federal Funds limitation of \$469,511 in 2009-11 for the remainder of the award.

Community Capacity Building Programs

In this program unit, ARRA increases funding for the community service programs administered by Oregon Volunteers (OV). A portion of the federal funds are distributed as formula grants, and the remainder will be awarded in a competitive process. OV will receive \$366,326 for the formula grant and is applying for a competitive grant. OHCS should know the results of the competitive process in May 2009. At this time, the additional Federal Funds limitation needed is \$366,326.

Homeownership and Affordable Rental Housing Programs

ARRA expands the Neighborhood Stabilization Program (NSP). Unlike the previous award, which was based on an allocation to the state, the Department will have to compete for these funds. OHCS estimates that \$9.67 million will be available to Oregon and plans to apply as soon as details are available.

A new revenue source provides gap financing to coordinate with the Low Income Housing Tax Credit Program (LIHTC). Housing developers have faced a reduction of investment in the LIHTC equity market, which has stalled housing projects. The Tax Credit Assistance Program (TCAP) addresses this temporary problem by providing grant funds to project sponsors who were awarded tax credits in 2007, 2008, or 2009. OHCS expects to expend 90 percent of the award in 2009-11, and will need additional Federal Funds limitation of \$24,609,575.

Another program to assist with stalled LIHTC projects is the Tax Credit Exchange Program (TCEP). This program allows OHCS to exchange certain Low Income Housing Tax Credits for grant funds. Program amounts are still being determined, but could be as high as \$53.3 million. Additional information is expected in July 2009.

Finally, ARRA provides additional funding for the Community Development Block Grant (CDBG) program. The standard grant is awarded to Oregon Economic and Community Development Department (OECDD), which transfers a portion to OHCS for housing-related programs. Additional amounts to the Department have not yet been determined.

Additional Limitation Needed for the 2009-11 Biennium

Program Unit	2009 State Legislation	Increased Federal Awards	HERA	ARRA	Total
Energy & Weatherization	\$0	\$52,850,673	\$0	\$28,564,989	\$81,415,662
Self-Sufficiency & Emergency Assistance	\$1,515,867	\$0	\$0	\$12,382,731	\$13,898,598
Community Capacity Building	\$909,520	\$0	\$0	\$366,326	\$1,275,846
Homeownership & Affordable Rental Housing	\$12,733,279	\$0	\$12,401,100	\$24,609,575	\$49,743,954
Total	\$15,158,666	\$52,850,673	\$12,401,100	\$65,923,621	\$146,334,060

2009-11 Governor's Recommended Budget with Additional Funding & Programs

Program Unit	General Funds	Lottery Funds	Other Funds	Federal Funds	Non-Limited Other Funds	Non-Limited Federal Funds	Total
Energy & Weatherization	\$4,000,000	\$0	\$51,005,692	\$144,111,468	\$0	\$0	\$199,117,160
Self-Sufficiency & Emergency Assistance	\$10,839,330	\$0	\$10,946,032	\$36,880,982	\$0	\$107,250,000	\$165,916,344
Community Capacity Building	\$0	\$0	\$1,451,829	\$5,014,900	\$0	\$0	\$6,466,729
Homeownership & Affordable Rental Housing	\$0	\$8,996,348	\$68,823,360	\$63,264,568	\$1,537,062,014	\$0	\$1,678,146,290
Program Outreach & Accountability	\$1,887	\$0	\$8,681,790	\$2,216,291	\$0	\$0	\$10,899,968
Total	\$14,841,217	\$8,996,348	\$140,908,703	\$251,488,209	\$1,537,062,014	\$107,250,000	\$2,060,546,491

Stimulus Funds by Program and Biennium

Program	HERA Funds	ARRA Funds	2007-09 Limitation	2009-11 Limitation	2011-13 Limitation	Total
Neighborhood Stabilization Program	\$19,600,000		\$5,821,000	\$12,401,100	\$1,377,900	\$19,600,000
Low-Income Weatherization Program		\$38,512,236	\$2,806,000	\$28,564,989	\$7,141,247	\$38,512,236
Temporary Emergency Food Assistance Program		\$626,014	\$156,503	\$469,511	\$0	\$626,014
Homeless Prevention and Rapid Re-Housing Program		\$7,873,436	\$0	\$4,724,062	\$3,149,374	\$7,873,436
Community Services Block Grant		\$7,989,158	\$800,000	\$7,189,158	\$0	\$7,989,158
Oregon Volunteers		\$366,326	\$0	\$366,326	\$0	\$366,326
Neighborhood Stabilization Program		TBD	\$0			\$0
Tax Credit Assistance Program		\$27,343,971	\$0	\$24,609,575	\$2,734,396	\$27,343,971
Tax Credit Exchange Program		TBD	\$0			\$0
Community Development Block Grant		TBD	\$0			\$0
Total	\$19,600,000	\$82,711,141	\$9,723,403	\$76,828,323	\$15,759,415	\$102,311,141