

Housing Production Trust Fund Subsidy

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Table HP0-1

Description	FY 2016 Actual	FY 2017 Approved	FY 2018 Proposed	% Change from FY 2017
OPERATING BUDGET	\$90,179,389	\$55,054,224	\$48,317,389	-12.2

The subsidy account previously reflected the total Dedicated Taxes (General Fund) transfer to the Housing Production Trust Fund (HPTF) to fulfill its operational obligations during a budgetary year. It now reflects any Local funds transfer to the HPTF.

Summary of Services

The HPTF, which is administered by the District of Columbia's Department of Housing and Community Development (DHCD), is a legally separate entity for which the elected officials of the District of Columbia are financially accountable. Details of the HPTF's operating budget are provided in the Enterprise and Other Funds section of the budget document.

In FY 2007, a subsidy account for this entity was created to show the annual transfer of dedicated deed recordation and deed transfer taxes from the District's General Fund to the HPTF. In total, 15 percent of these tax revenues are dedicated to the HPTF. This 15 percent share was budgeted in two agencies. First, the amount required for debt service on borrowing for New Communities projects was budgeted in the Repayment of Revenue Bonds agency, in the Financing and Other appropriation title. Second, the remaining amount of the 15 percent share was budgeted in the HPTF Subsidy agency, to be transferred to the HPTF. Beginning in FY 2013, these funds were deposited directly into the HPTF; thus, there is no transfer of Dedicated Taxes through the General Fund. There was a transfer of Local funds to the HPTF through this agency in FY 2013, FY 2014, and FY 2016, and a Local funds transfer is also budgeted in FY 2017.

The agency's FY 2018 proposed budget is presented in the following tables:

FY 2018 Proposed Gross Funds Operating Budget and FTEs, by Revenue Type

Table HP0-2 contains the proposed FY 2018 budget by revenue type compared to the FY 2017 approved budget. It also provides FY 2016 actual data.

Table HP0-2

(dollars in thousands)

Appropriated Fund	Dollars in Thousands					Full-Time Equivalents				
	Actual FY 2016	Approved FY 2017	Proposed FY 2018	Change from FY 2017	Percentage Change*	Actual FY 2016	Approved FY 2017	Proposed FY 2018	Change from FY 2017	Percentage Change
GENERAL FUND										
LOCAL FUNDS	90,179	55,054	48,317	-6,737	-12.2	0.0	0.0	0.0	0.0	N/A
TOTAL FOR GENERAL FUND	90,179	55,054	48,317	-6,737	-12.2	0.0	0.0	0.0	0.0	N/A
GROSS FUNDS	90,179	55,054	48,317	-6,737	-12.2	0.0	0.0	0.0	0.0	N/A

*Percent change is based on whole dollars.

Note: If applicable, for a breakdown of each Grant (Federal and Private), Special Purpose Revenue type and Intra-District agreement, please refer to **Schedule 80 Agency Summary by Revenue Source** in the **FY 2018 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2018 Proposed Operating Budget, by Comptroller Source Group

Table HP0-3 contains the proposed FY 2018 budget at the Comptroller Source Group (object class) level compared to the FY 2017 approved budget. It also provides FY 2015 and FY 2016 actual expenditures.

Table HP0-3

(dollars in thousands)

Comptroller Source Group	Actual FY 2015	Actual FY 2016	Approved FY 2017	Proposed FY 2018	Change from FY 2017	Percentage Change*
50 - SUBSIDIES AND TRANSFERS	0	90,179	55,054	48,317	-6,737	-12.2
SUBTOTAL NONPERSONAL SERVICES (NPS)	0	90,179	55,054	48,317	-6,737	-12.2
GROSS FUNDS	0	90,179	55,054	48,317	-6,737	-12.2

*Percent change is based on whole dollars.

FY 2018 Proposed Operating Budget and FTEs, by Division/Program and Activity

Table HP0-4 contains the proposed FY 2018 budget by division/program and activity compared to the FY 2017 approved budget. It also provides FY 2016 actual data. For a more comprehensive explanation of divisions/programs and activities, please see the Division/Program Description section, which follows the table.

Table HP0-4

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands				Full-Time Equivalents			
	Actual FY 2016	Approved FY 2017	Proposed FY 2018	Change from FY 2017	Actual FY 2016	Approved FY 2017	Proposed FY 2018	Change from FY 2017
(1000) HOUSING PRODUCTION TRUST FUND (SUBSIDY)								
(1100) HOUSING PRODUCTION TRUST FUND (SUBSIDY)	90,179	55,054	48,317	-6,737	0.0	0.0	0.0	0.0
SUBTOTAL (1000) HOUSING PRODUCTION TRUST FUND (SUBSIDY)	90,179	55,054	48,317	-6,737	0.0	0.0	0.0	0.0
TOTAL PROPOSED OPERATING BUDGET	90,179	55,054	48,317	-6,737	0.0	0.0	0.0	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

Note: For more detailed information regarding the proposed funding for the activities within this agency's programs, please see **Schedule 30-PBB Program Summary by Activity** in the **FY 2018 Operating Appendices** located on the Office of the Chief Financial Officer's website. "No Activity Assigned" indicates budget or actuals that are recorded at the division/program level.

Program Description

The Housing Production Trust Fund Subsidy operates through the following program:

Housing Production Trust Fund (Subsidy) – provides funds to fulfill operational obligations for the Housing Production Trust Fund.

Program Structure Change

The Housing Production Trust Fund Subsidy has no program structure changes in the FY 2018 proposed budget.

FY 2017 Approved Budget to FY 2018 Proposed Budget, by Revenue Type

Table HP0-5 itemizes the changes by revenue type between the FY 2017 approved budget and the FY 2018 proposed budget. For a more comprehensive explanation of changes, please see the FY 2018 Proposed Budget Changes section, which follows the table.

Table HP0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2017 Approved Budget and FTE		55,054	0.0
Removal of One-Time Funding	Housing Production Trust Fund (Subsidy)	-55,054	0.0
LOCAL FUNDS: FY 2018 Current Services Funding Level (CSFL) Budget		0	0.0
Increase: Affordable housing initiatives funding (one-time)	Housing Production Trust Fund (Subsidy)	48,317	0.0
LOCAL FUNDS: FY 2018 Agency Budget Submission		48,317	0.0
No Change		0	0.0
LOCAL FUNDS: FY 2018 Mayor's Proposed Budget		48,317	0.0
No Change		0	0.0
LOCAL FUNDS: FY 2018 District's Proposed Budget		48,317	0.0
GROSS FOR HP0 - HOUSING PRODUCTION TRUST FUND SUBSIDY		48,317	0.0

(Change is calculated by whole numbers and numbers may not add up due to rounding)

FY 2018 Proposed Budget Changes

The Housing Production Trust Fund (HPTF) Subsidy's proposed FY 2018 gross budget is \$48,317,389, which represents a 12.2 percent decrease from its FY 2017 approved gross budget of \$55,054,224. The budget is comprised entirely of Local funds.

Current Services Funding Level

The Current Services Funding Level (CSFL) is a Local funds ONLY representation of the true cost of operating District agencies, before consideration of policy decisions. The CSFL reflects changes from the FY 2017 approved budget across multiple divisions, and it estimates how much it would cost an agency to continue its current divisions and operations into the following fiscal year. The FY 2018 CSFL adjustments to the FY 2017 Local funds budget are described in table 5 of this agency's budget chapter. Please see the CSFL Development section within Volume 1: Executive Summary for more information regarding the methodology used and components that comprise the CSFL.

The HPTF Subsidy's FY 2018 CSFL budget is \$0, which represents a \$55,054,224 or 100 percent, decrease from its FY 2017 approved Local funds budget of \$55,054,224.

CSFL Assumptions

The FY 2018 CSFL calculated for the HPTF Subsidy included adjustment entries that are not described in detail on table 5. This adjustment is a reduction of \$55,054,224 to account for the removal of one-time funding appropriated in FY 2017 for affordable housing initiatives.

Agency Budget Submission

Increase: The Housing Production Trust Fund Subsidy's budget proposal in Local funds reflects a one-time increase of \$48,317,389 allocated in support of the District's affordable housing initiatives.

Mayor's Proposed Budget

No Change: The Housing Production Trust Fund Subsidy's budget proposal reflects no change from the agency budget submission to the Mayor's proposed budget.

District's Proposed Budget

No Change: The Housing Production Trust Fund Subsidy's budget proposal reflects no change from the Mayor's proposed budget submission to the District's proposed budget.