

Table HY0-2

(dollars in thousands)

Appropriated Fund	Dollars in Thousands						Full-Time Equivalents					
	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	% Change*	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	% Change
INTRA-DISTRICT FUNDS												
Intra-District Funds	0	1,400	0	0	0	N/A	0.0	0.0	0.0	0.0	0.0	N/A
TOTAL FOR INTRA-DISTRICT FUNDS												
	0	1,400	0	0	0	N/A	0.0	0.0	0.0	0.0	0.0	N/A
GROSS FUNDS	54,624	82,510	111,489	145,361	33,873	30.4	0.0	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 2020 Operating Appendices** located on the Office of the Chief Financial Officer's website.

FY 2020 Approved Operating Budget, by Comptroller Source Group

Table HY0-3 contains the approved FY 2020 budget at the Comptroller Source Group (object class) level compared to the FY 2019 approved budget. It also provides FY 2017 and FY 2018 actual expenditures.

Table HY0-3

(dollars in thousands)

Comptroller Source Group	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	Percentage Change*
41 - Contractual Services - Other	0	4,827	0	0	0	N/A
50 - Subsidies and Transfers	54,624	77,683	111,489	145,361	33,873	30.4
SUBTOTAL NONPERSONAL SERVICES (NPS)	54,624	82,510	111,489	145,361	33,873	30.4
GROSS FUNDS	54,624	82,510	111,489	145,361	33,873	30.4

*Percent change is based on whole dollars.

FY 2020 Approved Operating Budget and FTEs, by Division/Program and Activity

Table HY0-4 contains the approved FY 2020 budget by division/program and activity compared to the FY 2019 approved budget. It also provides FY 2017 and FY 2018 actual data. For a more comprehensive explanation of divisions/programs and activities, please see the Division/Program Description section, which follows the table.

Table HY0-4

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands					Full-Time Equivalents				
	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019
(2000) RENTAL ASSISTANCE SUPPORT										
(2001) Rental Assistance - DC Local	7,140	7,140	7,140	7,140	0	0.0	0.0	0.0	0.0	0.0
(2002) Shallow Subsidy - Unsubsidized Seniors	0	0	0	1,336	1,336	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (2000) RENTAL ASSISTANCE SUPPORT	7,140	7,140	7,140	8,476	1,336	0.0	0.0	0.0	0.0	0.0
(3000) LOCAL RENT SUPPLEMENT										
(3010) Tenant-Based Vouchers	40,742	54,375	74,758	0	-74,758	0.0	0.0	0.0	0.0	0.0
(3020) Project and Sponsor - Based Vouchers	2,542	11,968	25,391	0	-25,391	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (3000) LOCAL RENT SUPPLEMENT	43,284	66,343	100,149	0	-100,149	0.0	0.0	0.0	0.0	0.0
(4000) PUBLIC SAFETY										
(4001) Public Safety	4,200	4,200	4,200	4,200	0	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (4000) PUBLIC SAFETY	4,200	4,200	4,200	4,200	0	0.0	0.0	0.0	0.0	0.0
(5000) DCHA REHABILITATION & MAINTENANCE										
(5001) DCHA Rehabilitation & Maintenance	0	0	0	1,024	1,024	0.0	0.0	0.0	0.0	0.0
No Activity Assigned	0	4,827	0	0	0	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (5000) DCHA REHABILITATION & MAINTENANCE	0	4,827	0	1,024	1,024	0.0	0.0	0.0	0.0	0.0
(6000) LOCAL RENT SUPPLEMENT - TENANT BASED										
(6010) Tenant Based Vouchers	0	0	0	51,368	51,368	0.0	0.0	0.0	0.0	0.0
(6020) Permanent Supp. Housing - Individual	0	0	0	21,179	21,179	0.0	0.0	0.0	0.0	0.0
(6035) Targeted Affordable Housing -Families	0	0	0	19,764	19,764	0.0	0.0	0.0	0.0	0.0
(6040) Targeted Affordable Housing -Individuals	0	0	0	5,330	5,330	0.0	0.0	0.0	0.0	0.0
(6050) Homeless Services -Admin	0	0	0	1,283	1,283	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (6000) LOCAL RENT SUPPLEMENT - TENANT BASED	0	0	0	98,923	98,923	0.0	0.0	0.0	0.0	0.0
(7000) LOCAL RENT SUPPLEMENT - PROJECT & SPONSOR										
(7010) LRSP- Project & Sponsor Based	0	0	0	32,574	32,574	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (7000) LOCAL RENT SUPPLEMENT - PROJECT & SPONSOR	0	0	0	32,574	32,574	0.0	0.0	0.0	0.0	0.0

Table HY0-4

(dollars in thousands)

Division/Program and Activity	Dollars in Thousands					Full-Time Equivalent				
	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019
(8000) PUBLIC HOUSING CREDIT BUILDING										
(8010) Public Housing Credit Building	0	0	0	164	164	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (8000) PUBLIC HOUSING CREDIT BUILDING	0	0	0	164	164	0.0	0.0	0.0	0.0	0.0
TOTAL APPROVED OPERATING BUDGET	54,624	82,510	111,489	145,361	33,873	0.0	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 2020 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 Authority Subsidy operates through the following 6 programs:

Rental Assistance Support – provides continued rental assistance to low-income District of Columbia households that are currently housed.

This program contains the following 2 activities:

- **Rental Assistance – DC Local** – tenant-based rental assistance to low-income District of Columbia households; and
- **Shallow Subsidy – Unsubsidized Seniors** – will support seniors in reducing rent burden and remaining stably housed. Eligible households are seniors who are not receiving any other rental assistance/subsidy, earning up to 60 percent of Area Median Income and paying more than 30 percent of their income towards rent. Enrolled participants will receive no more than \$600 per month or the differential between cost of rent minus 30 percent of household income.

Public Safety – provides funding that supports DCHA's Public Safety force, which complements local law enforcement efforts by focusing on crime prevention and law enforcement in and around DCHA's public housing communities.

DCHA Rehabilitation and Maintenance Fund– A special fund which is administered by the Office of the Chief Financial Officer and utilized by DCHA for maintenance, repair, and rehabilitation projects that will increase the availability of public housing units for existing District of Columbia residents listed on the Authority's waitlist or prevent existing residents from being displaced.

Rental Assistance Support – Local Rent Supplement Tenant Based – provides rental assistance for extremely low-income families and individuals through a housing program similar to the Federal Housing Choice Voucher program. Tenant-based vouchers are provided directly to families or individuals, who can use the voucher for any rental unit under the Fair Market Rent in the District. The voucher stays with the family, even if they decide to move to another rental unit in the District.

This program contains the following 5 activities:

- **Tenant-Based Vouchers** - rental assistance for extremely low-income families and individuals through a housing program similar to the Federal Housing Choice Voucher program. Tenant based vouchers are provided directly to families or individuals, who can use the voucher for any rental unit under the Fair Market Rent in the District. The voucher stays with the family, even if they decide to move to another rental unit in the District;
- **Permanent Supportive Housing – Individual**– intensive, wrap-around supportive services with tenant-based voucher rental assistance for single-member households;
- **Targeted Affordable Housing – Families** - no or light touch supportive services with tenant-based voucher rental assistance for multi-member households;
- **Targeted Affordable Housing – Individual** - no or light touch supportive services with tenant-based voucher rental assistance for households; and
- **Homeless Services – Admin** – administration of rental assistance

Local Rent Supplement – Project and Sponsor - Project-based vouchers are provided to for-profit or non-profit developers for specific units that they make available to extremely low-income households. Unlike tenant-based vouchers, this rental assistance is tied to the provider and unit through a long-term subsidy contract. The units must be made affordable over the life of the project, and households must meet eligibility requirements prior to occupancy. Although it is not required, many project-based vouchers are awarded to developments that also provide supportive services to the residents. Sponsor-based vouchers are awarded to a provider (landlord or non-profit group) for affordable units they make available to extremely low-income households. Unlike project-based vouchers, these vouchers are tied to the provider and can be moved to another unit run by the non-profit or landlord. Many sponsor-based vouchers are awarded to groups that also provide supportive services to residents housed in the affordable units.

Public Housing Credit Building Pilot - A pilot program in one or more of its public housing developments for reporting the rent payments of residents to one or more consumer credit bureaus. Beginning October 1, 2019, the program shall run for 21 months, with a 6-month planning period, a 12-month implementation period, and a 3-month assessment period

Program Structure Change

The approved program/division structure changes are provided in the Agency Realignment appendix to the approved budget, which is located at www.cfo.dc.gov on the Annual Operating Budget and Capital Plan page.

FY 2019 Approved Budget to FY 2020 Approved Budget, by Revenue Type

Table HY0-5 itemizes the changes by revenue type between the FY 2019 approved budget and the FY 2020 approved budget. For a more comprehensive explanation of changes, please see the FY 2020 Approved Budget Changes section, which follows the table.

Table HY0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
LOCAL FUNDS: FY 2019 Approved Budget and FTE		111,489	0.0
No Change		0	0.0
LOCAL FUNDS: FY 2020 Recurring Budget		111,489	0.0
Enhance: To support the creation and preservation of affordable housing	Local Rent Supplement	16,575	0.0
LOCAL FUNDS: FY 2020 Mayor’s Proposed Budget		128,064	0.0
Enhance: To support operational requirements	Local Rent Supplement - Tenant Based	98,923	0.0

Table HY0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
Enhance: To support operational requirements	Local Rent Supplement - Project & Sponsor	32,574	0.0
Enhance: To support operational requirements	Rental Assistance Support	1,336	0.0
Enhance: To fund repair of Ward 1 public housing (one-time)	DCHA Rehabilitation & Maintenance	1,024	0.0
Enhance: To support Public Housing Credit Building Pilot Program Act of 2018 (one-time)	Public Housing Credit Building	164	0.0
Reduce: To reallocate resources for agency restructure	Local Rent Supplement	-116,724	0.0
LOCAL FUNDS: FY 2020 District's Approved Budget		145,361	0.0

GROSS FOR HY0 - HOUSING AUTHORITY SUBSIDY **145,361** **0.0**

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

FY 2020 Approved Budget Changes

The Housing Authority Subsidy's approved FY 2020 gross budget is \$145,361,423, which represents a 30.4 percent increase over its FY 2019 approved gross budget of \$111,488,631. The budget is comprised entirely of Local funds.

Recurring Budget

No Change: The Housing Authority Subsidy's budget proposal reflects no change from the FY 2019 approved budget to the FY 2020 recurring budget.

Mayor's Proposed Budget

Enhance: The Housing Authority Subsidy's budget proposal reflects an increase to Local funds in the amount of \$16,575,344. Of this amount, \$15,105,344 will support the continued implementation of Homeward D.C. The Department of Human Services (DHS), in conjunction with the Interagency Council on Homelessness (ICH) and other agency partners, have developed a five-year strategic plan. The objectives of the plan is to transform the Continuum of Care from a shelter-focused system to a model that uses resources in a manner that helps individuals and families access housing and other support needed to end homelessness. The remaining \$1,470,000 will support the Local Rent Supplement Program by providing project and sponsor-based rental assistance that will be used in conjunction with the Housing Production Trust Fund to create affordable units for very-low income residents.

District's Approved Budget

The approved fiscal year 2020 budget for the Housing Authority Subsidy budget has been restructured to more accurately reflect the funds allocated to the programs supported by the District. The four new programs are described in the "Program Description" section of this chapter.

Enhance: The subsidy is increased by \$17,612,810 to support affordable housing initiatives. This includes \$10,111,094 in the Local Rent Supplement – Tenant-Based program:

- \$5,480,014 for 260.5 units of permanent supportive housing;
- \$3,210,360 for 133 units of targeted affordable housing;
- \$420,720 for 20 units of targeted affordable housing for returning citizens identified by the Mayor's Office on Returning Citizen Affairs; and
- \$1,000,000 for new tenant-based local rent supplement vouchers.

In addition, \$5,713,000 is added in the Local Rent Supplement - Project- and Sponsor-Based program for new project-sponsor based local rent supplement vouchers, and \$600,000 is added to the Rental Assistance Support program for senior citizens who exceed the income requirements for the local rent supplement program but still need rental assistance. Additionally, the subsidy received one-time increases of \$1,024,261 to expedite the repair of public housing in Ward 1 and \$164,455 to fund the Public Housing Credit Building Pilot Program Act of 2018. This program will allow residents in select public housing properties to report timely rent payments to one or more of the three major credit bureaus in order to improve their credit scores.

Reduce: There is a reduction of \$315,540 from the Local Rent Supplement – Tenant-Based program for youth permanent supportive housing vouchers mistakenly added to the Housing Authority Subsidy. In addition to the above described policy changes to the agency’s approved budget, the agency’s budget structure was modified to improve transparency. These changes include a reallocation of \$98,923,063 from the agency's existing and additional enhanced funding to the newly established Local Rent Supplement – Tenant-Based program. This includes \$89,127,509 of existing funding as well as the enhancement of \$10,111,094 and the reduction of \$315,540 described above. Additionally, \$32,573,555 in existing and additional Local funds were reallocated to the newly established Local Rent Supplement - Project- and Sponsor-Based program, including \$26,860,555 of existing funding and the enhancement of \$5,713,000 described above. The Rental Assistance Support program received \$1,336,000 in funding, of which \$736,000 was existing funding and \$600,000 was the enhancement described above. The existing funding that was reallocated to these three programs totaled \$116,724,064.