

Table UZ0-2

(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
Enterprise and Other Funds	81,291	45,651	39,335	38,645	-690	-1.8	0.0	0.0	0.0	0.0	0.0	N/A
TOTAL FOR ENTERPRISE AND OTHER	124,487	154,241	100,000	115,680	15,680	15.7	0.0	0.0	0.0	0.0	0.0	N/A
GROSS FUNDS	124,487	154,241	100,000	115,680	15,680	15.7	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 UZ0-3 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 UZ0-3

(dollars in thousands)

Comptroller Source Group	Actual FY 2017	Actual FY 2018	Approved FY 2019	Approved FY 2020	Change from FY 2019	Percentage Change*
32 - Rentals - Land and Structures	-30	0	0	0	0	N/A
40 - Other Services and Charges	-7	0	0	0	0	N/A
41 - Contractual Services - Other	124,599	154,256	100,000	26,708	-73,292	-73.3
50 - Subsidies and Transfers	-74	-15	0	88,972	88,972	N/A
SUBTOTAL NONPERSONAL SERVICES (NPS)	124,487	154,241	100,000	115,680	15,680	15.7
GROSS FUNDS	124,487	154,241	100,000	115,680	15,680	15.7

*Percent change is based on whole dollars.

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

Table UZ0-4 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 UZ0-4

(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
(1000) HOUSING PRODUCTION TRUST FUND										
(1100) Housing Production Trust Fund (Admin)	4,484	10,341	15,000	0	-15,000	0.0	0.0	0.0	0.0	0.0
(1101) Housing Production Trust Fund	60,515	143,900	85,000	0	-85,000	0.0	0.0	0.0	0.0	0.0
(1104) Housing Production Trust Fund (Admin)	59,488	0	0	0	0	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (1000) HOUSING PRODUCTION TRUST FUND	124,487	154,241	100,000	0	-100,000	0.0	0.0	0.0	0.0	0.0
(ADMN) HOUSING PRODUCTION TRUST FUND (ADMIN)										
(1500) Housing Production Trust Fund (Admin)	0	0	0	17,352	17,352	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (ADMN) HOUSING PRODUCTION TRUST FUND (ADMIN)	0	0	0	17,352	17,352	0.0	0.0	0.0	0.0	0.0
(PROJ) HOUSING PRODUCTION TRUST FUND (PROJECT)										
(2100) Affordable Housing Project Financing	0	0	0	75,982	75,982	0.0	0.0	0.0	0.0	0.0
(2200) Tenant Opportunity Purchase Assist-Proj	0	0	0	10,000	10,000	0.0	0.0	0.0	0.0	0.0
(3600) Single Family Rehabilitation-Project	0	0	0	3,010	3,010	0.0	0.0	0.0	0.0	0.0
(4110) Property Acquisition Disposition-Project	0	0	0	9,336	9,336	0.0	0.0	0.0	0.0	0.0
SUBTOTAL (PROJ) HOUSING PRODUCTION TRUST FUND (PROJECT)	0	0	0	98,328	98,328	0.0	0.0	0.0	0.0	0.0
TOTAL APPROVED OPERATING BUDGET	124,487	154,241	100,000	115,680	15,680	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 Production Trust Fund operates through the following 2 programs:

Housing Production Trust Fund (Administration) – provides administrative services associated with the operation of the HPTF.

Housing Production Trust Fund (Project) –provides financial assistance to promote and enable affordable rental housing and residential housing in the District.

This program contains the following 4 activities:

- **Affordable Housing Project Financing** – provides funding through a competitive Request for Proposal (RFP) funding process that targets communities and types of development needed to revitalize neighborhoods. This activity also provides development financing and regulatory oversight to nonprofit and for-profit developers so that they can develop properties as affordable ownership and rental units. This activity includes the preparation of Notice of Funding Availability and RFP documents, management of the application and selection process, project management meetings, construction overviews, underwriting, architectural reviews, monitoring reports, funding request presentations, loan closings, and project monitoring services;
- **Tenant Opportunity to Purchase Assistance**– requires current landlords to provide their tenants the opportunity to first purchase properties before a landlord is permitted to sell. The Department of Housing and Community Development (DHCD) also provides free, specialized organizational and development services for tenant groups who are pursuing the purchase of their apartment buildings with the intention to convert them to cooperatives or condominiums. Services can include assistance with structuring the tenant association, preparation of legal documents, and help with loan applications;
- **Single Family Rehabilitation-Project**– helps households finance up to \$75,000 in loans for home repairs that will address District housing code violations, such as repairing walls and floors, replacing windows, and repairing plumbing, electrical, and heating systems; and
- **Property Acquisition and Disposition**- stabilizes neighborhoods by decreasing the number of vacant and abandoned residential properties in the District and transforming vacant, blighted and/or abandoned residential properties into homeownership opportunities for District of Columbia residents at all income levels. PADD has three main functions: (1) encourage property owners to rehabilitate and/or occupy their vacant and abandoned residential property; (2) acquire vacant, blighted, abandoned and deteriorated properties through negotiated friendly sale, eminent domain, donation, or tax sale foreclosure; and (3) dispose of properties in the PADD inventory by selling the properties to individuals or developers to be rehabilitated into high quality affordable and market-rate single-family and/or multifamily for-sale housing in District neighborhoods.

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 UZ0-5 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 UZ0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
ENTERPRISE AND OTHER FUNDS-DEDICATED TAXES: FY 2019 Approved Budget and FTE			
		60,665	0.0
Increase: To align budget with projected revenues	Housing Production Trust Fund	16,690	0.0
ENTERPRISE AND OTHER FUNDS-DEDICATED TAXES: FY 2020 Mayor’s Proposed Budget			
		77,355	0.0

Table UZ0-5

(dollars in thousands)

DESCRIPTION	DIVISION/PROGRAM	BUDGET	FTE
Reduce: To reallocate resources for agency restructure and align resources with revenue	Multiple Programs	-320	0.0
ENTERPRISE AND OTHER FUNDS-DEDICATED TAXES: FY 2020 District's Approved Budget		77,035	0.0
ENTERPRISE AND OTHER FUNDS: FY 2019 Approved Budget and FTE		39,335	0.0
Increase: To align budget with projected revenues	Housing Production Trust Fund	13,310	0.0
ENTERPRISE AND OTHER FUNDS: FY 2020 Mayor's Proposed Budget		52,645	0.0
Reduce: To reallocate resources for agency restructure and align resources with operational spending goals	Multiple Programs	-14,000	0.0
ENTERPRISE AND OTHER FUNDS: FY 2020 District's Approved Budget		38,645	0.0
GROSS FOR UZ0 - HOUSING PRODUCTION TRUST FUND		115,680	0.0

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

FY 2020 Approved Budget Changes

The Housing Production Trust Fund's (HPTF) approved FY 2020 gross budget is \$115,680,000, which represents a 15.7 percent increase over its FY 2019 approved gross budget of \$100,000,000. The budget is comprised of \$77,034,953 in Enterprise and Other Funds – Dedicated Taxes and \$38,645,047 in Enterprise and Other Funds.

Mayor's Proposed Budget

Increase: As part of the Mayor's commitment to increase affordable housing opportunities in the District, the proposed budget includes an increase of \$16,690,031 in Contractual Services in Enterprise and Other Funds – Dedicated Taxes. The HPTF receives 15 percent of the Deed Recordation and Deed Transfer taxes, less the portion dedicated to debt service on prior-year borrowings for New Communities projects, which also support affordable housing among other goals. HPTF funds provide financial assistance to non-profit and for-profit developers that support the construction, rehabilitation and acquisition of affordable housing for rental or homeownership in the District of Columbia. Additionally, Enterprise and Other Funds reflects an increase of \$13,309,968 to attain the total proposed transfer of \$130,000,000 to the HPTF.

District's Approved Budget

The approved FY 2020 budget for the Housing Production Trust Fund has been restructured to ensure accessibility and transparency on how taxpayer dollars will be disbursed. Programs and activities in the restructured budget will better reflect the organizational structure of the agency as listed on the agency's website.

The Housing Production Trust Fund will continue to transfer intra-District funds to DHCD for administrative costs that occur in that agency, as that is where personnel, facilities, and other costs for which the HPTF shares allocated costs (such as the costs of third-party loan servicing) should naturally reside. Direct project costs, including Affordable Housing Financing, Single Family Rehabilitation, and Property Acquisition/Disposition, will be budgeted for and charged directly in HPTF.

Reduce: HPTF has reallocated its resources between two new programs described in the Program Description section of the chapter. The Housing Production Trust Fund's approved budget reflects decreases of \$320,000 in Enterprise and Other Funds – Dedicated Taxes to align the budget with projected revenues; and \$14,000,000 in Enterprise and Other Funds to align the budget with operational goals. The Enterprise and Other Funds total of \$38,645,047 reflects the District's Local funds subsidy to the HPTF, as budgeted in the Economic Development and Regulation portion of the General Fund.