

COMMUNITY DEVELOPMENT AUTHORITY
OF THE CITY OF MADISON, WISCONSIN

Resolution No. 4192

Authorizing the Executive Director to use program reserves to support increased utilization in the Section 8 Housing Choice Voucher Program.

Presented: July 14, 2016

Referred to _____

Reported Back _____

Adopted: July 14, 2016

Placed on File _____

Moved By: Daniel Guerra, Jr.

Seconded by: Lauren Lofton

Yeas: 6 Nays: 0 Absent: 1

Rules Suspended _____

RESOLUTION

Background, HUD sets annual program funding for the CDA Section 8 Housing Choice Voucher program each year based on the prior year expenses. The CDA has decided to use program reserves to boost program utilization during 2016 with the understanding that HUD's renewal funding will support that level of utilization in 2017 and beyond.

CDA program reserves at the end of 2015 were \$910,692. In order to maximize the amount of rental assistance CDA can provide now and in the future, the CDA has already authorized the use of \$700,000 in program reserves during 2016. The decision was made with the understanding that renewal funding will support this increased level of program utilization going forward.

HUD contacted CDA at the beginning of this year to discuss this strategy and to make sure no families would be in jeopardy of losing their voucher due to insufficient funding. HUD had instructed CDA to submit a resolution to document that the Board of Directors has been informed about and endorses the strategic use of program reserves to increase program utilization.

This resolution adjusts the amount of reserves CDA will make available to meet the latest projection of 2016 expenses.

NOW, THEREFORE, BE IT RESOLVED that the Executive Director or designated staff is authorized to use up to \$800,000 of program reserves to support increased utilization in the Section 8 Housing Choice Voucher Program.