Arizona Department of Housing

	FY 2015 ACTUAL	FY 2016 ESTIMATE	FY 2017 BASELINE
OPERATING BUDGET			
Full Time Equivalent Positions	3.0	3.0	3.0
Personal Services	169,100	182,700	182,700
Employee Related Expenditures	76,900	69,400	69,400
Professional and Outside Services	5,900	2,000	2,000
Travel - In State	14,600	11,100	11,100
Travel - Out of State	800	0	0
Other Operating Expenditures	44,900	48,300	48,300
Equipment	2,400	5,000	5,000
AGENCY TOTAL	**314,600**	**318,500**	**318,500**
FUND SOURCES			
Other Appropriated Funds			
Housing Trust Fund	314,600	318,500	318,500
SUBTOTAL - Other Appropriated Funds	314,600	318,500	318,500
SUBTOTAL - Appropriated Funds	**314,600**	**318,500**	**318,500**
Other Non-Appropriated Funds	13,980,200	13,831,800	15,490,500
Federal Funds	76,291,500	79,594,600	81,495,200
TOTAL - ALL SOURCES	90,586,300	93,744,900	97,304,200

AGENCY DESCRIPTION — Through a variety of housing and community improvement programs, the department annually administers approximately $93 million in federal and non-appropriated state housing and community development funds. The appropriated budget reflects a portion of the agency's administration expenses. The department provides affordable housing opportunities in conjunction with the Arizona Housing Finance Authority.

Operating Budget

The Baseline includes $318,500 and 3 FTE Positions from the Housing Trust Fund in FY 2017 for the operating budget. These amounts are unchanged from FY 2016.

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FORMAT — Lump Sum by Agency

SUMMARY OF FUNDS	**FY 2015 Actual**	**FY 2016 Estimate**
Federal Funds (HDA2000/A.R.S. § 35-142)		**Non-Appropriated**
Source of Revenue: Federal Funds for affordable housing programs.		
Purpose of Fund: To be expended as stipulated by federal statutes authorizing the federal grants.		
Funds Expended	76,291,500	79,594,600
Year-End Fund Balance	2,315,000	1,753,300
Federal Grants - American Recovery and Reinvestment Act (ARRA) (HDA2999/A.R.S. § 35-142)		**Non-Appropriated**
Source of Revenue: One-time Federal Funds allocated by the American Recovery and Reinvestment Act of 2009 (P.L. 111-5).		
Purpose of Fund: One-time Federal Funds to be used by the department for the weatherization of homes, energy efficiency and usage reduction, and appliance rebates.		
Funds Expended	0	0
Year-End Fund Balance	357,800	457,800

SUMMARY OF FUNDS	FY 2015 Actual	FY 2016 Estimate

Housing Development Fund (HDA2313/A.R.S. § 41-3956) **Non-Appropriated**

Source of Revenue: Monies transferred through legislation from the Housing Trust Fund. The Legislature transferred $500,000 from the Housing Trust Fund in FY 1999 and FY 2001. No new appropriations are being sought for this fund.

Purpose of Fund: To provide incentives for the development of affordable housing around state prisons for state prison employees.

Funds Expended	0	0
Year-End Fund Balance	0	0

Housing Program Fund (HDA2200/A.R.S. § 41-3957) **Non-Appropriated**

Source of Revenue: Fees received from the following programs: private activity bond (underwriting and hearings), low-income tax credit (application, monitoring and reservation fees), fees charged from conferences and workshops, fees from the Section 8 project-based contract administration program, and administrative reimbursements from Federal Hardest Hit Funds.

Purpose of Fund: To pay the costs of administering the programs from which the deposits are received and for other department programs. Additionally, at the Director's election, to transfer to any fund established by the Arizona Housing Finance Authority in connection with any bonds or certificates issued by the Arizona Housing Finance Authority.

Funds Expended	4,899,200	5,265,200
Year-End Fund Balance	10,365,700	6,719,700

Housing Trust Fund (HDA2235/A.R.S. § 41-3955) **Partially-Appropriated**

Source of Revenue: Receives $2,500,000 from the proceeds of the sales of unclaimed property and interest income. Laws 2011, Chapter 28 reduced the annual deposit of unclaimed property revenues to the Housing Trust Fund from $10,500,000 to $2,500,000 beginning in FY 2012. The Housing Trust Fund receives its $2,500,000 annual unclaimed property deposit after the first $2,000,000 in unclaimed property revenues are distributed to the Department of Health Services Seriously Mentally Ill Housing Trust Fund.

Purpose of Fund: For expenses related to the provision of affordable housing opportunities to low and moderate income families. The appropriated portion pays for administration expenses, and may not exceed 10% of the Housing Trust monies. The non-appropriated portion of the fund is used for the operation, construction, or renovation of housing facilities for low-income households. The Legislature may transfer monies from the fund to the Housing Development Fund for use on housing projects around state prisons. *(See Housing Development Fund detail for additional information)*.

Appropriated Funds Expended	314,600	318,500
Non-Appropriated Funds Expended	6,412,700	6,108,800
Year-End Fund Balance	9,285,100	10,288,100

IGA & ISA Fund (HDA2500/A.R.S. § 41-3952) **Non-Appropriated**

Source of Revenue: Interagency Service Agreements including transfers from the Housing Trust Fund through an interagency agreement to support the programs of the Arizona Housing Finance Authority (AZHFA). The fund will also receive monies through fees earned by the finance authority.

Purpose of Fund: To support the activities of the AZHFA which issues bonds to finance single and multi-family housing programs. Majority of funds relate to a Housing Trust Fund ISA with AZHFA for homeownership and multi-family programs.

Funds Expended	2,668,300	2,457,800
Year-End Fund Balance	4,829,400	5,475,400