AGENDA MEMORANDUM

Corpus Christi Business and Job Development Corporation Meeting of May 18, 2015

DATE: May 11, 2015

TO: President and Honorable Board Members,
Corpus Christi Business and Job Development Corporation

FROM: Eddie Ortega, Director; Housing and Community Development (HCD)
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Homebuyer Assistance Program Guidelines

CAPTION:

Discussion with possible action regarding amendment of the Homebuyer Assistance Program Guidelines.

PURPOSE:

In order to provide assistance to as many qualified homebuyers as possible with available funding, the Type A Board has requested options to reduce the amount of assistance that qualified homebuyer's receive in order to buy down the purchase price of an Affordable Home.

BACKGROUND AND FINDINGS:

The Type A funded Homebuyer Assistance Program currently provides qualified homebuyers with a $20,000 deferred forgivable loan in order to buy down the purchase price of an affordable home. The Board has expressed an interest in providing assistance to as many qualified homebuyers as funding will allow, this is to be accomplished by reducing the current $20,000 deferred forgivable loan amount. The Housing and Community Development Department is proposing the following funding options for consideration;

Option 1; provide a deferred forgivable loan in the amount of $10,000 to each qualified homebuyer.

Option 2; provide a deferred forgivable loan in the amount of 10% of the purchase price to each qualified homebuyer.

Option 3; provide a deferred forgivable loan in the amount of 5% of the purchase price to each qualified homebuyer.

Option 4; to be determined by the Type A Board

ALTERNATIVES:

Take no action and leave the current assistance of a deferred forgivable loan in the amount of $20,000 to each qualified homebuyer.

OTHER CONSIDERATIONS:

N/A

CONFORMITY TO CITY POLICY:

Motion to amend Type A Board funded Homebuyer Assistance Program Guidelines confirms to City of Corpus Christi policies.

EMERGENCY / NON-EMERGENCY:

N/A

DEPARTMENTAL CLEARANCES:

HCD has reviewed and supports the amending of the Homebuyer Assistance Program Guidelines in order to provide services to as many qualified homebuyers as funding will allow.

FINANCIAL IMPACT:

□ Operating □ Revenue □ Capital □ Not applicable

Fiscal Year: 2014-2015	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget				
Encumbered / Expended Amount				
This item				
BALANCE				

Fund(s):

Comments
N/A

RECOMMENDATION:

HCD staff recommends the amending of Type A Board Homebuyer Assistance Guidelines.

LIST OF SUPPORTING DOCUMENTS:

Type A Home Buyer Assistance Program Funding Options