

RESOLUTION NO. 2022 - 34

A Resolution Establishing a New Affordable Housing Fund, Adopting a Supplemental Budget for Fiscal Year 2021-2022 and Making Supplemental Appropriations.

RECITALS:

Whereas, This resolution proposes establishing an Affordable Housing Fund due to the passing of Ordinance No. 5112 adopting an Affordable Housing Construction Excise Tax (AHCET) on April 26, 2022. This fund will account for the revenues and expenses associated with the AHCET as well as grants or other funding sources supporting affordable housing initiatives in the City of McMinnville; and

Whereas, In the current fiscal year, state funds to support a navigation center in the amount of \$1.5 million were received. A portion of those funds is projected to be spent prior to the end of the current fiscal year and the balance will be held for future budget periods as an ending fund balance; and

Whereas, At the time of adopting the FY2021-22 McMinnville Budget, the City had not received notice of these funds in time to include the award from the State of Oregon in its budget. Because the purpose of this grant is to support affordable housing programming, this grant will be included in the Affordable Housing Fund through this supplemental budget action; and

Whereas, Oregon Revised Statute (ORS) 294.471 allows a local government to prepare a supplemental budget when an occurrence or condition that was not known at the time the budget was prepared requires a change in financial planning. The governing body must adopt a resolution to adopt the supplemental budget and make any necessary appropriations; and

Whereas, Because the supplemental budget for the Affordable Housing Fund's expenditures are changed by more than 10%, a public hearing is required. The hearing was noticed on May 13, 2022 and held on May 24, 2022.

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF McMINNVILLE, OREGON, as follows:

1. **Establish a new Fund:** The Common Council of the City of McMinnville establishes the Affordable Housing Fund.
2. **Adopt the following Supplemental Budget:** The Common Council of the City of McMinnville adopts the following Supplemental Budget for 2021-2022 in the Affordable Housing Fund.

3. **Make Supplemental Appropriations:** The additional appropriations for fiscal year 2021-2022 are hereby appropriated as follows:
4. That this resolution shall take effect immediately upon passage and shall continue in full force and effect until revoked or replaced.

Affordable Housing Fund

	Adopted Budget	Budget Adjustment	Amended Budget
Resources:			
Intergovernmental	0	1,500,000	1,500,000
Total Resources	0	1,500,000	1,500,000
Requirements:			
Affordable Housing Expenses	0	300,000	300,000
Total Requirements	0	300,000	300,000
Designated Ending Fund Balance	0	1,200,000	1,200,000
	0	1,200,000	1,200,000

Adopted by the Common Council of the City of McMinnville at a regular meeting held the 24th day of May 2022 by the following votes:

Ayes: Drabkin, Garvin, Geary, Peralta

Nays: _____

Approved this 24th day of May 2022.



MAYOR

Approved as to form:



Interim City Attorney

Attest:



City Recorder