



## Agenda Abstract

### BOARD OF COMMISSIONERS

Meeting Date: Feb. 27, 2023  
Department: Community Services  
Agenda Section: Regular  
Public hearing: No  
Date of public hearing: N/A

#### PRESENTER/INFORMATION CONTACT

Margaret Hauth, Assistant Town Manager  
Matt Efird, Assistant Town Manager

#### ITEM TO BE CONSIDERED

**Subject:** Allocation of \$43,300 identified in the Fiscal Year 2023 budget for affordable housing

##### Attachments:

1. FY23 budget allocation memo
2. Affordable Housing context staff document
3. Funding Request – PEH (from FY23 budget process)
4. Funding Request – IFC (including agreement with Chapel Hill)

##### Summary:

During the development of the FY23 budget, the Partnership to End Homelessness requested a funding increase of \$43,292 for expanded services in addition to their continuation funding of approximately \$16,000. At the budget public hearing, Inter-Faith Council for Social Service asked the town to participate in funding their shelter operations in Chapel Hill. The total request from all jurisdictions was for \$650,000 annually. Using the population distribution formula, the town's portion of that request would be \$42,250. When the board adopted the budget, \$43,300 was earmarked for affordable housing, but it was not specified how the funds could be allocated. With the completion of the FY21 audit, staff is bringing this item back to the board for consideration.

##### Financial impacts:

Has implications for FY24 budget.

##### Staff recommendation and comments:

The two requests for funding represent operating costs for the two entities, not one-time requests. Staff urges the board to carefully consider the implications of these significant allocations considering their on-going nature. The attached memo goes into more detail and a second document provides broader context and discussion for board consideration.

While IFC has indicated their request for FY24 and board members received the FY24 request form PEH via email earlier, tonight's discussion is focused on the FY23 allocation. FY24 requests will be handled through the rest of the budget development process.

##### Action requested:

Decision on how the affordable housing allocation can be spent.