

NSP Fund Allocation Recommendation

Agency	Activity	Estimated Cost*
City of Mesa	Purchase and rehab 13-18 single family homes for sale to families or individuals with income levels of 51%-120% of area median income.**	\$2,850,000
Housing Our Communities	Purchase and rehab 10-15 single family homes for sale to families or individuals with income levels of 51%-120% of area median income.**	\$2,200,000
City of Mesa/MARC Center	Purchase and rehab (4) four-plex buildings for permanent rentals to households with income levels at 50% or lower of area median income.** (Title transfer of properties to non-profits - MARC Center/Save the Family)	\$2,860,000
City of Mesa	Purchase, demo and build five (5) homes.	\$1,100,000
Housing Our Communities	Down payment assistance (15% minimum). Forgivable down payment loan assistance will be administered and monitored by the non-profit agency.	\$550,000
Housing Our Communities	Housing counseling. The non-profit agency will provide HUD approved housing counseling.	\$99,865
Total		\$9,659,865

*Estimated Cost include the cost to administer and monitor program activities.

**Area Median Income (AMI) FY2009 Income Limits

Family Size	1	2	3	4	5	6	7	8
50% AMI	\$23,050	\$26,350	\$29,650	\$32,950	\$35,600	\$38,200	\$39,800	\$42,350
120% AMI	\$55,350	\$63,250	\$71,100	\$79,100	\$85,450	\$91,750	\$98,100	\$104,400

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NSP Timeline

- March 19th, 2009 – Execution of contract from HUD.
- March 30th, 2009 – Contract signed and returned to HUD.
- April 9th, 2009 – Presentation to City Council on NSP Fund Allocation Recommendation.
- September 18th, 2010 – Deadline date to expend full allocation.
- July 30th, 2013 – Neighborhood Stabilization Program ends.

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FY '09/10 Electric Budget

Revenues \$ 35,635,950

- Reduced billed consumption & EECAF revenues

Baseline Allocations – Expenses

Personal & Other Services \$ 4,759,263

Capital Outlay \$ 3,000,000

Replacement & Ext Reserve \$ 716,000

Debt Service \$ 304,944

SUB TOTAL \$ 8,780,207

Commodities \$ 18,238,226

FY '09/10 Electric Budget

- No General Rate Increases (thru FY '14/15)
- CIP Program of \$5.8 Million
 - \$3 Million (labor) paid from revenue
 - Reduce bond debt
- Total Net Income \$ 8.6 Million
- General Fund Transfer \$ 6.0 Million
- Fund Balance \$12.6 Million

FY '09/10 Gas Budget

Baseline Allocations - Expenses

➤ Personnel & Other Svcs	\$ 12,162,410
➤ Capital Outlay	\$ 63,158
➤ Repl & Ext Reserve	\$ 901,000
➤ Debt Service	<u>\$ 2,640,614</u>
Sub Total	\$ 15,767,182
➤ Commodities	\$ 21,537,181

Key Issues & Summary

- Climate Change
- Volatility of Energy Markets
- Council strategic initiatives
- Energy Resources contribution to the city's overall financial health
 - A stable & growing revenue source
 - Energy supply cost recovery mechanisms
- Rate/Bill comparability with local utilities