

Supplementary Budget – Briefing Note**2018 Budget***One page brief per request***Briefing Note required for:****-items >\$50,000****-changes in FTE**

Dept	Division	Business Unit	Item	Base Supp	Amount	FTE Impact
HFS	Housing Services	Affordable Housing	CK Intensive Case Management - Housing Allowances/Rent Supplement - pilot year 2 - recommended to be funded from the SH Min Finance Pln - Wallace Reserve # 17317	S	\$51,528	

BACKGROUND:

-BRIEFLY provide why this is a request
(eg. Based on 3 year history)

770 Wallace St, Wallaceburg was a 19 unit townhouse public housing project which Chatham-Kent sold Jan 30, 2015. At the time of the sale there were 4 remaining tenants which were then converted to rent supplement units funded by Chatham-Kent. The Municipality is required to maintain the base 19 units of rent-geared-to-income units in perpetuity. To obtain Ministerial Consent for the sale of the property, Chatham-Kent submitted a financial plan to use the net proceeds from the sale to increase the number of affordable housing units available in Chatham-Kent for an estimated 10 + years by providing an additional 7 units of rent supplement or housing allowance. Prior reports to council on use of these funds were dated Sep 16/14, approved by council Oct 6/14; Nov 17/16 report to council re RFP R16-268 CK Intensive Case Mgmt for Homelessness approved Dec 12/16 re 22 ICM rent supplement units.

COMMENT:

- provide any further details if required, impact to user fees, etc
(eg. Gross expenses, any revenues, subsidies, etc.)

With Council approval, ESS entered into a Purchase of Service Agreement with the Canadian Mental Health Association Lambton Kent to deliver Intensive Case Management Services and it included Chatham-Kent funding 22 rent supplement or housing allowance units. The rent subsidy is being funded by a combination of CK Housing Services base budget for 15 units (19 original units less the 4 units that had been ear-marked for rent supplement at 770 Wallace St), plus 7 additional units projected in the financial plan for Ministerial Consent). The contract executed by ESS estimates the total rent supplement at \$94,248. The 2017 base budget was at \$42,720 (15558.52051.IAHECKHA), thus the balance required per the contract is at \$51,528. These are estimates. The final rent supplement/housing allowance amounts paid will be reconciled and adjusted to actuals.