

**Grantee: Oregon**

**Grant: B-09-CN-OR-0056**

## April 1, 2020 thru June 30, 2020 Performance Report

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<b>Grant Number:</b> B-09-CN-OR-0056	<b>Obligation Date:</b> 02/11/2013	<b>Award Date:</b> 02/11/2010
<b>Grantee Name:</b> Oregon	<b>Contract End Date:</b> 02/11/2013	<b>Review by HUD:</b> Reviewed and Approved
<b>Grant Award Amount:</b> \$6,829,635.00	<b>Grant Status:</b> Active	<b>QPR Contact:</b> No QPR Contact Found
<b>LOCCS Authorized Amount:</b> \$6,829,635.00	<b>Estimated PI/RL Funds:</b> \$782,742.38	
<b>Total Budget:</b> \$7,612,377.38		

### Disasters:

#### Declaration Number

NSP

### Narratives

#### Executive Summary:

This grant application for approximately \$26.2 million would fund activities within portions of seven counties in Oregon, including Clackamas, Crook, Deschutes, Jefferson, Jackson, Marion and Washington Counties. Consortium members include the Oregon Housing and Community Services Department, Clackamas

County, City of Bend, City of Salem, City of Medford and Washington County.

As a result of the competitive process, Oregon Housing and Community Services (OHCS) and its Consortium Members were awarded, \$6,829,635. The respective activities and budgets are listed above. The program will include three of the NSP eligible activities, A-Financing Mechanisms; B-Purchase Rehabilitation; E-Redevelopment. With a target of 104 housing units the goal is to provide 45 or 43% of the NSP assisted units to low income households. The remaining 59 units will be predominately Activity A assisted units serving the LMMI population. Another key goal is to acquire and rehabilitated at least 10 units for homeless persons. Finally, 26 units are slated for low income rental housing to be constructed in foreclosed subdivisions in southern Oregon.

#### Target Geography:

The Oregon Housing and Community Services (OHCS) and other Consortium members have prepared an evaluation of all census tracts within their jurisdiction and identified those tracts that scored highest against the two threshold criteria for the NSP2 program. These target area census tracts fall within Clackamas, Crook, Deschutes, Jefferson, Jackson, Marion, and Washington counties. As background for the evaluation process used to select target areas, Oregon's unemployment rate was 12.0% in April 2009, the second highest in the country. The Oregon Office of Economic Analysis (OEA) forecasts employment losses to continue at a rate of 6.5% for the second quarter in 2009 and of 5.3% for the year on average. OEA reported that the year-over-year employment loss for the first quarter of 2009 was 4.5% whereas the year-over-year decline two quarters ago was only 0.4%. In early June 2009, the Federal Reserve Bank of San Francisco forecast unemployment in the country to continue to grow in coming months and to recede only gradually. Similarly, OEA analysis estimates statewide employment to continue to decline in 2009, followed by a weak start in 2010, and no appreciable job growth until the last half of 2010. According to the Oregon Employment Department (OED), most industries have experienced job losses in the last year. Manufacturing and high-tech businesses in Oregon, including some of the state's most robust businesses such as Xerox, Tyco Electronics, Nike, Cessna, Harry & David, Intel, Sun Microsystems, Autodesk, Oregon Health Sciences University, Hewlett Packard, Merix, Qualcomm, Tektronics, Innovation, Freightliner, and Precision Castparts, announced layoffs in 2009. Manufacturing employment has undergone double digit job losses. Construction employment in Oregon has been cut by 1,600 jobs in the last year and retail employment by at least 1,100 jobs. Transportation, warehousing, and utilities have suffered a 12% job loss (about 600 jobs). Not coincidentally Oregon is experiencing similarly high rates of foreclosures. In the first quarter of 2009, Oregon experienced a 31% increase in the number of homes in the foreclosure process, compared to just a 16% increase nationally according to the Mortgage Bankers Association. These dramatic increases indicate that Oregon's foreclosure issue is continuing to worsen in 2009. The situation has, in many cases, been even more dire for the five regions in the state with identified NSP2 target areas than for the state as a whole. The NSP2 target areas included in this application have some of the greatest housing needs in the state. In Clackamas County, bank card payments that were 60 or more days delinquent increased by 0.3% to 1.8% in the first quarter of 2009. The average countywide foreclosure sales price has been about \$280,000; average sales prices have ranged from \$264,000 down to \$178,000 in the communities of Oregon City, Molalla, and Sandy, which include the target census tracts. Unemployment and loss of housing value have been staggering in the Central Oregon region of Deschutes, Crook, and Jefferson Counties, where nearly half of the targeted census tracts are located. Unemployment rates were 14.2% in Deschutes County, 15.0% in Jefferson County, and 17.8% in Crook County a loss of 3,050 jobs in the mector since May 2007. Corresponding to the higof unemployment in Central Oregon, Crook, Deschutes, and Jeffers



**Target Geography:**

n Counties have the highest rates of bank card delinquency in Oregon with rates of 3.2%, 2.8%, and 3.4% respectively. Median home prices in the City of Bend in Deschutes County dropped about 29% between May 2008 and 2009, from \$305,000 to \$217,000. Building permits for new single-family detached homes in the Bend area, which ranged between 100 and 220 permits monthly from January 2005 to July 2006, have fallen to between 7 and 16 permits monthly in 2009, a signal that there is a significant im

**Program Approach:**

Entitlement agencies representing these counties, along with the Oregon Housing and Community Services Department (OHCS) (hereafter referred to as the Consortium) would use the funds for two primary activities: establishing financing mechanisms to assist low- and moderate-income families in the purchase of a foreclosed-upon homes (Activity A), and acquisition and rehabilitation of abandoned or foreclosed homes in order to sell, rent or redevelop them (Activity B). Activity A financing mechanisms to be employed include assistance with down payments, mortgage buy-downs, and closing costs for the purchase of homes, as well as low- or zero-interest mortgage loans, financial assistance with rehabilitation and repair costs, and financial training and education. Activities under Category B will include acquisition and rehabilitation or redevelopment of single-family homes, townhomes, and apartment complexes to make them available for rent or purchase by low-income families. In some cases, Consortium members propose to solicit non-profit organizations to undertake the purchase and rehabilitation of such properties. A portion of funds received by the Consortium will be used to expand existing efforts and programs. For example, Clackamas County proposes to use a portion of funding to expand its existing Homebuyer Program for foreclosed homes. This program provides down payment, closing cost, and rehabilitation assistance to home buyers with incomes below 120% of the Area Median Income (AMI). In addition, the county will partner with the Hacienda Community Development Corporation in order to expand homeownership opportunities to Latino families and other recent immigrants. The City of Bend proposes to use the majority of funding to partner with and expand existing organizations such as HousingWorks, NeighborImpact, Central Oregon Builders Association, and various Habitat for Humanity affiliates. In addition, they plan to partner with various non-profit organizations in the target areas to purchase foreclosed properties and develop rental housing for tenants whose incomes do not exceed 80% of the median income for that area. The City of Medford intends to partner with the Jackson County Housing Authority to acquire and redevelop a subdivision of foreclosed townhomes to provide rental and ownership options for families at or below 50% of the median income. The Consortium's lead agency, Oregon Housing and Community Services Department (OHCS), proposes to use \$5 million of grant funds to support Governor Kulongoski's ten-year initiative to end homelessness in Oregon. OHCS will partner with the Oregon Department of Human Services (DHS) and work with organizations in the target areas to acquire and rehabilitate foreclosed homes (Activity B) in order to provide housing for homeless individuals and families. There are state funds available for this activity stemming from the state's recently passed Document Recording Fee; approximately 10% of the revenue generated by the fee is available for activities that address homelessness. OHCS anticipates that a portion of the state funds will be available to cover the projects' operating costs and NSP2 grant funds will be used for acquisition and rehabilitation activities. Proposis: • Result in acquisition or rehabilitation and subsequent occupation of foreclosed and abandoned homes within the target areas, with a projected impact on approximately 340 – 360 homes. • Occu

**Program Approach:**

pation of these homes will help reduce vacancy rates and stabilize occupancy rates in the target areas. • Target acquisition and rehabilitation to very low-, low-, and moderate-income residents. Assisting these residents will help improve their overall economic and social stability by providing them with safe, affordable housing opportunities and reducing their overall costs of living. These actions will help stabilize the economic and social fabric of the target areas. • Address home

**Consortium Members:**

Oregon Housing and Community Services (OHCS) the lead, Clackamas County, City of Medford for Jackson County, City of Bend for Deschutes County, City of Salem for Marion County, and Washington County.

**How to Get Additional Information:**

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 Oregon Housing & Community Services  
 725 Summer Street NE, Ste B  
 Salem, OR 97301-1266  
 503-986-2109  
 Email: Alycia.howell@oregon.gov

Overall	This Report Period	To Date
<b>Total Projected Budget from All Sources</b>	N/A	\$7,612,377.38
<b>Total Budget</b>	(\$141,073.00)	\$7,612,377.38
<b>Total Obligated</b>	\$0.00	\$7,612,377.38
<b>Total Funds Drawdown</b>	\$0.00	\$7,532,377.38
<b>Program Funds Drawdown</b>	\$0.00	\$6,749,635.00
<b>Program Income Drawdown</b>	\$0.00	\$782,742.38
<b>Program Income Received</b>	\$0.00	\$1,156,936.76
<b>Total Funds Expended</b>	(\$35,349.52)	\$7,577,027.86
<b>Most Impacted and Distressed Expended</b>	\$0.00	\$0.00
<b>Match Contributed</b>	\$0.00	\$0.00



## Progress Toward Required Numeric Targets

Requirement	Target	Actual
Overall Benefit Percentage (Projected)		0.00%
Overall Benefit Percentage (Actual)		0.00%
Minimum Non-Federal Match	\$0.00	\$0.00
Limit on Public Services	\$0.00	\$0.00
Limit on Admin/Planning	\$682,963.50	\$720,636.38
Limit on Admin	\$0.00	\$720,636.38
Most Impacted and Distressed Threshold (Projected)	\$0.00	\$0.00
Progress towards LH25 Requirement	\$1,903,094.35	\$3,781,121.58

## Overall Progress Narrative:

There has been minimal activity in NSP-2 during the 2nd Quarter of 2020. OHCS received grant funds returned from the City of Bend from a Veterans rental project that sold prior to the end of the affordability period. Funds returned were partially used to repay funds previously subsidized with OHCS' other program funds. The remaining amount of funds will show expended in the State Pool for additional projects or to pay additional Admin expenses in the future.

OHCS worked with Consortium Members to submit a program income transfer request to Members CDBG programs. Approval of the transfer will show in the 3rd Quarter of 2020 QPR as Members transfer their program income effective July 1, 2020.

## Project Summary

Project #, Project Title	This Report	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
5-RDV, Redevelopment for New Construction	\$0.00	\$671,646.30	\$566,378.50
NSP-2 State Pool, NSP-2 State Pool	\$35,349.52	\$35,349.52	\$35,349.52
NSP2-ADMIN, NSP2 ADMIN FUNDS	\$9,670.03	\$685,286.86	\$658,546.61
NSP2-FM, NSP2 FINANCE MECHANISMS	\$0.00	\$2,536,059.13	\$2,255,652.50
NSP2-PR, NSP2 PURCHASE REHAB	(\$45,019.55)	\$4,103,249.50	\$3,233,707.87

# Activities

**Project # / NSP-2 State Pool / NSP-2 State Pool**

**Grantee Activity Number: NSP-2 State Pool**  
**Activity Title: NSP-2 State Pool**

**Activity Category:**

Administration

**Project Number:**

NSP-2 State Pool

**Projected Start Date:**

06/20/2013

**Benefit Type:**

( )

**National Objective:**

N/A

**Activity Status:**

Planned

**Project Title:**

NSP-2 State Pool

**Projected End Date:**

03/09/2014

**Completed Activity Actual End Date:**

**Responsible Organization:**

OREGON HOUSING & COMMUNITY SERVICES

Overall	Apr 1 thru Jun 30, 2020	To Date
<b>Total Projected Budget from All Sources</b>	N/A	\$35,349.52
<b>Total Budget</b>	\$35,349.52	\$35,349.52
<b>Total Obligated</b>	\$35,349.52	\$35,349.52
<b>Total Funds Drawdown</b>	\$35,349.52	\$35,349.52
<b>Program Funds Drawdown</b>	\$35,349.52	\$35,349.52
<b>Program Income Drawdown</b>	\$0.00	\$0.00
<b>Program Income Received</b>	\$0.00	\$0.00
<b>Total Funds Expended</b>	\$0.00	\$0.00
OREGON HOUSING & COMMUNITY SERVICES	\$0.00	\$0.00
<b>Most Impacted and Distressed Expended</b>	\$0.00	\$0.00
<b>Match Contributed</b>	\$0.00	\$0.00

**Activity Description:**

This account is being set up for funds being returned from Sub Recipients for future reallocation

**Location Description:**

Oregon Housing and Community Services - Salem, OR

**Activity Progress Narrative:**

Funds returned from the City of Bend a portion of the revised voucher was placed as an expense to the State Pool to allow for other project use or future OHCS Admin expenses as accumulated in the future.



## Accomplishments Performance Measures

No Accomplishments Performance Measures

## Beneficiaries Performance Measures

No Beneficiaries Performance Measures found.

## Activity Locations

No Activity Locations found.

## Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

### Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

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## Project # / NSP2-ADMIN / NSP2 ADMIN FUNDS

**Grantee Activity Number:** 6-OREGON-ADMIN

**Activity Title:** Administration

**Activity Category:**

Administration

**Project Number:**

NSP2-ADMIN

**Projected Start Date:**

04/09/2010

**Benefit Type:**

( )

**National Objective:**

N/A

**Program Income Account:**

OHCS Admin PI

**Activity Status:**

Under Way

**Project Title:**

NSP2 ADMIN FUNDS

**Projected End Date:**

02/11/2013

**Completed Activity Actual End Date:**

**Responsible Organization:**

OREGON HOUSING & COMMUNITY SERVICES

### Overall

**Total Projected Budget from All Sources**

**Apr 1 thru Jun 30, 2020**

N/A

**To Date**

\$331,620.44

**Total Budget**

\$9,670.03

\$331,620.44

**Total Obligated**

\$9,670.03

\$331,620.44

**Total Funds Drawdown**

\$9,670.03

\$331,620.44

**Program Funds Drawdown**

\$9,670.03

\$329,676.20

**Program Income Drawdown**

\$0.00

\$1,944.24

**Program Income Received**

\$0.00

\$1,944.24

**Total Funds Expended**

\$9,670.03

\$331,620.44



OREGON HOUSING & COMMUNITY SERVICES	\$9,670.03	\$331,620.44
<b>Most Impacted and Distressed Expended</b>	\$0.00	\$0.00
<b>Match Contributed</b>	\$0.00	\$0.00

**Activity Description:**

Oregon Housing and Community Services (OHCS) staff will administer the program state wide. Administrative activities will include standard Subrecipient type tasks such as ensuring program compliance, monitoring, reporting and financial management duties. OHCS will be the primary user and administrator of DRGR. As the lead member of consortium the bulk of administrative activities will be carried out by OHCS.

**Location Description:**

State wide NSP 2 eligible areas including the counties of Washington, Clackamas, Marion, Jackson, Deschutes, Jefferson and Crook.

**Activity Progress Narrative:**

During the 2nd Quarter of 2020, the City of Bend returned grant funds from a rental project that sold prior to the end of the affordability period. The original voucher was revised allowing OHCS to repay Admin funds previously subsidized with other funding at OHCS. \$9,670.03 was used to repay Admin funds from the 2019-2021 biennium through April 2020. The remaining amount is expended through the State Pool to allow for use in other projects or additional OHCS Admin expenses as they are used in the future.

**Accomplishments Performance Measures**

**No Accomplishments Performance Measures**

**Beneficiaries Performance Measures**

**No Beneficiaries Performance Measures found.**

**Activity Locations**

**No Activity Locations found.**

**Other Funding Sources Budgeted - Detail**

**No Other Match Funding Sources Found**

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

**Project # / NSP2-PR / NSP2 PURCHASE REHAB**

<b>Grantee Activity Number:</b>	<b>2-PR-BEND-LH</b>
<b>Activity Title:</b>	<b>Purchase Rehab</b>

**Activity Category:**  
Rehabilitation/reconstruction of residential structures

**Activity Status:**  
Under Way

**Project Number:**  
NSP2-PR

**Project Title:**  
NSP2 PURCHASE REHAB

**Projected Start Date:**  
04/08/2010

**Projected End Date:**  
02/10/2013

**Benefit Type:**  
Direct ( Household )

**Completed Activity Actual End Date:**

**National Objective:**  
NSP Only - LH - 25% Set-Aside

**Responsible Organization:**



**Program Income Account:**

Bend PI

<b>Overall</b>	<b>Apr 1 thru Jun 30, 2020</b>	<b>To Date</b>
<b>Total Projected Budget from All Sources</b>	N/A	\$1,001,099.61
<b>Total Budget</b>	(\$186,092.55)	\$1,001,099.61
<b>Total Obligated</b>	(\$45,019.55)	\$1,001,099.61
<b>Total Funds Drawdown</b>	(\$45,019.55)	\$1,001,099.61
<b>Program Funds Drawdown</b>	(\$45,019.55)	\$439,013.18
<b>Program Income Drawdown</b>	\$0.00	\$562,086.43
<b>Program Income Received</b>	\$0.00	\$241,073.00
<b>Total Funds Expended</b>	(\$45,019.55)	\$1,001,099.61
CITY OF BEND	(\$45,019.55)	\$1,001,099.61
<b>Most Impacted and Distressed Expended</b>	\$0.00	\$0.00
<b>Match Contributed</b>	\$0.00	\$0.00

**Activity Description:**

City of Bend housing staff will administer Activity B, Purchase Rehabilitation within eligible census tracts in the central Oregon Counties of Deschutes, Jefferson and Crook . City staff with the assistance of Oregon Housing and Community Services will: 1) design program guidelines for purchase and rehabilitation; 2) solicit and select via an RFP process non-profit developers to implement Activity B; 3) market the program to non-profit housing providers seeking shelter for low income persons; 4) work with selected non-profit developers to ensure NSP compliance and timely expenditure of funds; and 5) place low income persons or families in NSP assisted properties. The project plans to serve 5 LH households.

**Location Description:**

Scattered sites throughout Deschutes, Jefferson and Crook Countie in Oregon. 2-PR-BEND-LH

**Activity Progress Narrative:**

August 2019, COVO solde their rental and returned grant funds and program income back to the City, funder were returned to OHCS in June 2020. The City of Bend had a rental project sell to a non-eligible buyer, the funds were returned to OHCS. Program income earned by the City was transferred into their CDBG program with other program income effective 7/1/2020.

**Accomplishments Performance Measures**

	<b>This Report Period</b>	<b>Cumulative Actual Total / Expected</b>
	<b>Total</b>	<b>Total</b>
<b># of Properties</b>	0	8/2
<b>#Energy Star Replacement</b>	0	1/8
<b>#Additional Attic/Roof</b>	0	1/2
<b>#Replaced thermostats</b>	0	1/2
<b>#Replaced hot water heaters</b>	0	1/2
<b>#Light fixtures (outdoors)</b>	0	1/2
<b>#Refrigerators replaced</b>	0	1/2
<b>#Low flow toilets</b>	0	1/2
<b>#Low flow showerheads</b>	0	1/2
<b>#Units with bus/rail access</b>	0	1/2
<b>#Units exceeding Energy Star</b>	0	1/2



#Units & other green	0	1/2
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	This Report Period	Cumulative Actual Total / Expected
	Total	Total
# of Housing Units	0	18/2
# of Singlefamily Units	0	18/2

### Beneficiaries Performance Measures

	This Report Period			Cumulative Actual Total / Expected			
	Low	Mod	Total	Low	Mod	Total	Low/Mod
# of Households	0	0	0	10/4	0/0	10/4	100.00
# Owner Households	0	0	0	2/2	0/0	2/2	100.00
# Renter Households	0	0	0	8/2	0/0	8/2	100.00

### Activity Locations

No Activity Locations found.

### Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

