

## Parkersburg - Wood County HOME Consortium - Budget Revision

**Be it resolved by the City Council of the City of Parkersburg that the City of Parkersburg's HOME Investment Partnership Program Annual Action Plan and Budget be hereby amended as follows:**

#	Activity	Current Budget	Proposed Budget	Change
<b>2016 HOME Adjustment</b>				
	First Time Homebuyer SHOP	\$ 50,000.00		\$ (50,000.00)
	Down Payment Assistance Program	\$ 58,606.69	\$ 151,543.91	\$ 92,937.22
	Owner Occupied	\$ 50,000.00	\$ 7,062.78	\$ (42,937.22)
	<b>Total:</b>	<b>\$ 158,606.69</b>	<b>\$ 158,606.69</b>	<b>\$ -</b>

#	Activity	Current Budget	Proposed Budget	Change
<b>2017 HOME Adjustment</b>				
	First Time Homebuyer SHOP	\$ 50,000.00	30943.54	\$ (19,056.46)
	Down Payment Assistance Program	\$ 96,010.56	\$ 115,067.02	\$ 19,056.46
	<b>Total:</b>	<b>\$ 146,010.56</b>	<b>\$ 146,010.56</b>	<b>\$ -</b>

**Notes:**

Please see next page for additional notes.

**Sponsors:**

# **Proposed HOME Substantial Amendment Notes**

## **February 22, 2022**

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The proposed substantial amendment (budget revision) attached hereto is being submitted to Parkersburg City Council for consideration to accomplish the following project priorities:

### **Single-Family Homeownership Program (SHOP)**

The Parkersburg/Wood County HOME Consortium created the SHPO program approximately 25 years ago. The SHOP was designed to provide income-eligible first-time homebuyers up to \$25,000 as a second mortgage for a period of 10 years at 3% interest rate to be paid after the primary mortgage period ends. The remainder of the mortgage is financed for 20 years at a fixed rate.

Since the establishment of the Down Payment Assistance Program (DPAP), eligible first-time homebuyers have not chosen to participate in the SHOP program, primarily due to the more favorable DPAP benefits, and challenges with getting approved for a traditional 20-year mortgage. The Consortium proposes to repurpose these funds to the DPAP to provide the funding necessary to extend this popular program.

### **Down Payment Assistance Program (DPAP)**

The Consortium would like to reallocate additional resources to the DPAP to provide the funding necessary to extend and expand upon this popular program. If approved, this would leave a fund balance available to the DPAP of \$218,166.

### **Owner Occupied Rehab Loan Program**

This program provides low interest loans to qualified households to bring a home up to international building codes. This program allows residents, who may not qualify for a traditional home equity loan, to make important improvements to their home. This program has been less utilized compared to the grant funding programs like the Emergency Home repair or the Minor Home Repair Program. This proposed reduction will result in a balance of \$74,510.00 available in HOME funds for future applicants.