

**DEPARTMENT 473 - HOUSING FINANCE AGENCY
2025-27 BASE-LEVEL BUDGET**

Base Budget - Summary

	<u>Base Level</u>
Salaries and wages	\$11,413,354
Operating expenses	10,903,883
Capital assets	20,000
Grants	48,805,110
Housing finance agency contingencies	<u>100,000</u>
Total all funds	\$71,242,347
Less other funds	<u>68,742,347</u>
Total general fund	\$2,500,000
Full-time equivalent (FTE) positions	54.00

Selected Base Budget Information

	General Fund	Other Funds	Total
1. Includes funding for state employee salaries and benefits for 54 FTE positions (\$11,311,354), overtime (\$24,000), and temporary salaries (\$78,000)	\$0	\$11,413,354	\$11,413,354
2. Includes funding for operating expenses, primarily related to mortgage servicing premiums (\$6,658,566), information technology (IT) costs (\$603,400), rent (\$472,310), and travel and professional development (\$360,000)	\$0	\$10,903,883	\$10,903,883
3. Includes funding for capital assets, primarily related to IT equipment and software	\$0	\$20,000	\$20,000
4. Includes funding for grants, including \$28,487,600 for federal rental assistance grants, \$8,650,900 from the federal HOME investment partnerships program for homebuyer assistance and rental and owner-occupied property rehabilitation related to low-income households, \$5,600,000 from the federal housing trust fund for grants to develop or rehabilitate rental units for extremely low- and very-low income households, \$1,000,000 from federal funds for homeless shelter grants, and \$2,500,000 from the general fund for homeless shelter grants	\$2,500,000	\$46,305,110	\$48,805,110
5. Includes funding for contingencies	\$0	\$100,000	\$100,000

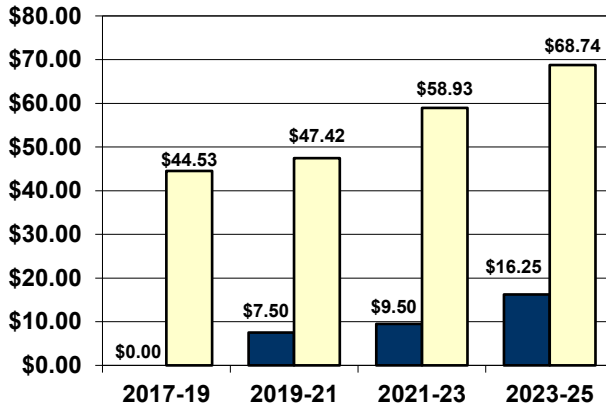
Continuing Appropriations

Housing Incentive fund - North Dakota Century Code Section 54-17-40 - Provides grants for housing projects. For the 2021-23 biennium, the fund had \$9,500,000 transferred into the fund from the general fund, \$137,164 of revenues from project fees, \$8,953,483 of grant distributions, \$361,898 of administrative expenses, and a June 30, 2023, fund balance of \$7,262,585.

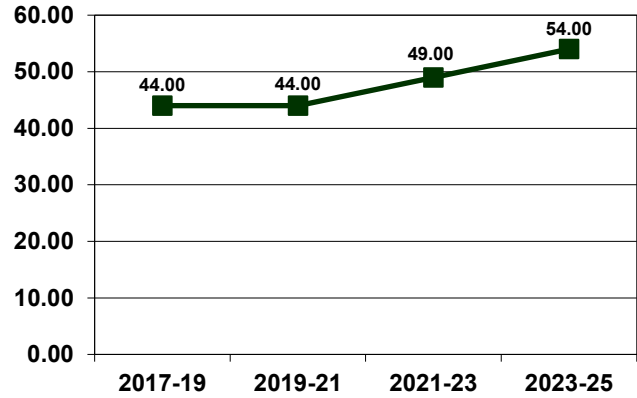
Historical Appropriations Information

Agency Appropriations and FTE Positions

Agency Funding (Millions)



FTE Positions



■ General Fund □ Other Funds

Ongoing Other Funds Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25
Ongoing other funds appropriations	\$37,520,089	\$44,530,239	\$47,421,891	\$58,890,532	\$68,742,347
Increase (decrease) from previous biennium	N/A	\$7,010,150	\$2,891,652	\$11,468,641	\$9,851,815
Percentage increase (decrease) from previous biennium	N/A	18.7%	6.5%	24.2%	16.7%
Cumulative percentage increase (decrease) from 2015-17 biennium	N/A	18.7%	26.4%	57.0%	83.2%

Major Increases (Decreases) in Ongoing Other Funds Appropriations

2017-19 Biennium

1. Removed funding for 2 FTE positions and reduced funding for salaries and wages related to a vacant FTE position (\$322,044)
2. Increased funding for operating expenses to continue additional expenses relating to increased volume in mortgage servicing premiums during the 2015-17 biennium, which were paid pursuant to additional income appropriation authority in Section 4 of House Bill No. 1014 (2015) \$970,000
3. Added funding for federal Housing and Urban Development grants related to distributions from the federal Housing Trust Fund \$6,017,048
4. Increased funding for operating expenses \$29,080
5. Reduced grant funding for the helping hand program, technical assistance, and program outreach (\$153,000)

2019-21 Biennium

1. Removed funding for temporary employees (\$57,219)
2. Increased funding for mortgage servicing premium expenses \$602,921
3. Increased funding for agency program grants (\$20,000) and federal housing grants (\$1,651,772) \$1,671,772

2021-23 Biennium

1. Transferred the federal HOME program from the Department of Commerce, including 2 FTE positions, \$356,421 for salaries and wages, \$236,950 for operating expenses, \$50,000 for capital assets, and \$7.7 million for grants \$8,343,371
2. Transferred a mortgage loan program from the Bank of North Dakota and added 3 FTE positions, including \$396,656 for salaries and wages and \$244,883 for operating expenses, for the management of the loan program with 1 FTE position funded for the 2nd year of the biennium only \$641,539

- 3. Increased funding for operating expenses primarily related to IT costs (\$122,224), added funding for a statewide housing needs assessment (\$80,000), and increased funding for Microsoft Office 365 licensing expenses (\$4,847) \$207,071
- 4. Added funding for multifamily housing-related software \$173,880
- 5. Increased federal funding for Housing and Urban Development grants \$1,808,600

2023-25 Biennium

- 1. Added funding from federal funds for other salary increases (\$800,102) and temporary salaries (\$78,000) \$878,102
- 2. Increased funding for operating expenses, including \$4,531,830 from the agency's operating fund for mortgage servicing premiums paid to lenders related to growth in the home loan program, \$165,642 from the agency's operating fund for inflationary increases, \$21,135 from federal funds for miscellaneous increases, and \$13,413 from the agency's operating funds for shared software and service rate increases \$4,732,020
- 3. Transferred the homeless shelter grant programs from the Department of Commerce, including \$1,147,341 of federal funds \$1,147,341
- 4. Increased funding for grants, including \$1,949,910 for federal grant programs and \$380,000 from the agency's operating funds for housing rehabilitation grants \$2,329,910

One-Time Other Funds Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25
One-time other funds appropriations	\$0	\$0	\$0	\$35,000	\$0

Major One-Time Other Funds Appropriations

2017-19 Biennium

None \$0

2019-21 Biennium

None \$0

2021-23 Biennium

- 1. Added one-time funding from the Housing Finance Agency operating fund for a statewide housing needs assessment \$35,000

2023-25 Biennium

None \$0

One-Time General Fund Appropriations

	2015-17	2017-19	2019-21	2021-23	2023-25
One-time general fund appropriations	\$0	\$0	\$7,500,000	\$9,500,000	\$13,750,000

Major One-Time General Fund Appropriations

2017-19 Biennium

None \$0

2019-21 Biennium

- 1. Transferred funding from the general fund to the housing incentive fund \$7,500,000

2021-23 Biennium

- 1. Transferred funding from the general fund to the housing incentive fund \$9,500,000

2023-25 Biennium

- 1. Transferred funding from the general fund to the housing incentive fund \$13,750,000