

MINUTES OF THE BUDGET COMMITTEE MEETING
BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE
CITY OF OAKLAND, CALIFORNIA
HELD THURSDAY, MARCH 6, 2003

The Oakland Housing Authority Board of Commissioners Budget Committee convened a meeting at 1619 Harrison Street, Oakland, California on the above date. The meeting was held as a Special Meeting (following notice) because a quorum of the Housing Authority Board of Commissioners was present. Chair Richard E. Winnie called the meeting to order at 2:00 p.m.

I. Roll Call

Commissioners present were Alfred Lee, Moses L. Mayne, Jr. (Budget Committee Member); Marion M. Mills, Melanie M. Shelby (Budget Committee Member); and Chair Richard E. Winnie (Budget Committee Chair). Commissioners Teresa Limon and Jacqueline Taylor were absent.

II. New Business

- Discussion of the draft Operating Budget for FY Ending June 30, 2004.

Mr. Jon Gresley, Executive Director, provided a summary of the executed Omnibus Budget bill for 2003. He discussed how it affects Section 8 and public housing. After a brief discussion by the Board, Mr. Gresley, with Mr. Stephen Knight, Director of Finance and Mr. Dennis Brumfield, Accounting Officer, gave a presentation of the three budget draft proposals (Drafts 2a – 2c).

Budget Scenario 2a depicts an estimate of the expected total revenue should the operating subsidy be funded at 100% of eligibility for FFY 2003 (OHA's FY 2004). Mr. Gresley described the total operating revenue versus the expenses in Low Rent, Section 8 Programs, Local Fund, Capital Fund and HOPE VI.

Budget Scenario 2b depicts an estimate of the total revenue should the operating subsidy be funded at 90% of eligibility. On the expense side, a 10% cut in public housing staff has been budgeted.

Budget Scenario 2c depicts an estimate of revenue as in 2b. The expense side shows an estimate of the staffing and total expenses cut by 20% in public housing.

At the request of Commissioners, Mr. Gresley explained the differences

between the 2003 and proposed 2004 public housing budgets. After discussion, Mr. Gresley noted that a workshop discussion of the proposed operating budget for fiscal year ending June 30, 2004 would be on the agenda for the March 12 special meeting.

Mr. Gresley indicated that he recommended that the next draft of the budget be based on the expenses of draft 2a and the income of draft 2b (10%) reduction. He suggested that police costs be underwritten by interest on investments and that an additional 10% of the Capital Fund be used as permitted by regulations to underwrite public housing operations. With the assent of the Commission, he indicated that staff would prepare draft 3 accordingly.

II. Adjournment

Without any further business, the meeting was adjourned at 3:54 p.m.

Chair

Secretary