

Request for Action
by
Board of Commissioners

Approval of Fiscal Year (FY) 2021 Operating Budget

A. Summary

The Finance Department staff worked with each Division Director to compile revenue and expense estimates for Fiscal Year (FY) 2021, commencing on July 1, 2020, and ending on June 30, 2021. Due to economic uncertainties caused by the current state of emergency, staff delayed bringing the proposed budget to the Board of Commissioners for approval. Now that municipal markets have stabilized and RIHousing has been able to serve our customers and continue operations with minimal disruptions we feel we have a good basis for estimates within the budget.

A final operating budget was produced, which reflects only slight changes from the prior year. New single-family loan volume is estimated to decrease based on increases in market values, which will result in fewer borrowers able to qualify, as well as, a lack of affordable inventory in the State, while multifamily development loan volume is expected to be stable. Operating expenses are consistent with the prior year budget with increases related mainly to technology expenses. Attached hereto as Attachment A is a presentation of the FY 2021 operating budget.

On November 16, 2020, a meeting of the Management Committee of the Board of Commissioners (the “Committee”) was held to discuss the forecast and assumptions underlying the proposed budget. Staff made a presentation to the Committee regarding the projected revenues and expenses. A copy of the minutes of the Committee meeting is attached hereto as Attachment B.

B. Recommendation

The resolution set forth as Attachment C pertaining to the proposed FY 2021 operating budget is recommended for approval.

C. Attachments

- A. FY 2021 Operating Budget Presentation
- B. Minutes of the Management Committee Meeting dated November 16, 2020
- C. Resolution

Attachment A

FY 2021 Budget Presentation

See Attached

Attachment B

**Minutes of the Management Committee Meeting
dated November 16, 2020**

To Be Attached

Attachment C

Resolution of the Board of Commissioners of Rhode Island Housing and Mortgage Finance Corporation

- Whereas,** Pursuant to the provisions of the Rhode Island Housing and Mortgage Finance Corporation Act, Chapter 55 of Title 42 of the Rhode Island General Laws, Rhode Island Housing and Mortgage Finance Corporation (“RIHousing”) has the authority to adopt an annual budget and disburse funds; and
- Whereas,** the Management Committee of the Board of Commissioners (the “Committee”) provided the opportunity for the staff to present and discuss the proposed FY 2021 operating budget; and
- Whereas,** staff recommended that the proposed FY 2021 operating budget be presented to the Board of Commissioners for approval and adoption.

NOW, THEREFORE, IT IS HEREBY:

- Resolved,** that the proposed FY 2021 Operating Budget of RIHousing as presented to the Committee and as set forth at Attachments A is hereby approved; and
- Resolved,** that the Executive Director, the Deputy Executive Director, and the Chief Financial Officer, each acting singly, be and hereby is authorized, empowered and directed to take any and all actions they shall deem necessary or advisable to carry out the foregoing resolution.