WHEREAS, the Authority administers a Section 8 Housing Choice Voucher program for which it earns a fee, and fees which are not needed to cover program expenses are deposited in an administrative fee reserve; and,

WHEREAS the FY 2003 and FY 2004 projected financial statements for the Section 8 program reflect surpluses; and,

WHEREAS, according to 24 CFR 982.155 "if funds in the administrative fee reserve are not needed to cover PHA administrative expense... the PHA may use these funds for other housing purposes permitted by State and local law"; and,

WHEREAS, Harrison House, a 92-unit development in Kent, Washington which serves very low-income seniors, which is managed by Authority employees and which is part of KCHA's unsubsidized portfolio has been identified as having serious capital needs including replacement of all exterior stucco; and,

WHEREAS, the cost of repairs at Harrison House is estimated to be $2.4 million, which substantially exceeds the available reserves held by the project; and,

WHEREAS, the Board of Commissioners must specifically approve transfer of reserves from Section 8 to other programs.

NOW, THEREFORE, BE IT RESOLVED, BY THE BOARD OF COMMISSIONERS OF THE HOUSING AUTHORITY OF THE COUNTY OF KING:

SECTION 1: Section 8 Administrative Reserves totaling $2.4 million dollars shall be transferred no later than June 30, 2003 to the Harrison House capital replacement reserve.

THE HOUSING AUTHORITY OF THE COUNTY OF KING, WASHINGTON

DEBRA S. COATES, Chair
Board of Commissioners

STEPHEN J. NORMAN
Secretary-Treasurer