

## Meeting Agendas/Info

**MUNICIPAL  
HOUSING  
GOVERNING  
BOARD  
COMMUNICATION:**

**ITEM- MHGB \_\_\_\_\_**

**OFFICE OF THE CITY MANAGER  
CITY OF DES MOINES, IOWA**

**01-575**

**SYNOPSIS -**

Authorization to sell a public housing single-family unit to a housing program participant.

**AGENDA:**

NOVEMBER 19, 2001

**FISCAL IMPACT -**

**SUBJECT:**

SALE OF PUBLIC  
HOUSING SINGLE-  
FAMILY UNIT

Revenue derived from the sale of the property goes into the Section 5(h) Operating Budget to cover program costs. The Housing Services Department will net approximately \$54,940 after seller costs are paid. The second mortgage in the amount of approximately \$27,060 is, by program guidelines, held in abeyance for seven (7) years. If the owner goes the full seven (7) year term, the second mortgage is forgiven.

**TYPE:**

**RECOMMENDATION -**

**RESOLUTION  
RECEIVE/FILE**

**Approval.**

**SUBMITTED BY:**

MICHAEL MATTHES  
ACTING HOUSING  
SERVICES  
DIRECTOR

**BACKGROUND -**

The Department of Housing Services is a participant in the Section 5(h) Affordable Homeownership Program which was approved on May 30, 2000, by the United States Department of Housing and Urban Development. Under this program, single-family homes in the public housing inventory are sold to eligible housing program participants.

A housing program participant has made application with Neighborhood Finance Corporation to purchase 122 S.E. Philip.

The appraised price of the property is \$82,000. The projected loan amount is \$54,940 with a second mortgage in the amount of \$27,060. The closing of the property is scheduled for November 2001.

This application was presented to the Public Housing Board at their meeting September 19, 2001. The Board recommended that the

Governing Board approve the sale of the property.

---