



**MUNICIPAL
HOUSING
GOVERNING
BOARD
COMMUNICATION:**

ITEM - MHGB _____

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

02-394

SYNOPSIS -

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

AGENDA:

JULY 22, 2002

FISCAL IMPACT -

Revenue derived from the sale of the property goes into the Public Housing Program Operating Budget to cover program costs. The Housing Services Department will net approximately \$62,310 after seller costs are paid. The second mortgage in the amount of approximately \$30,690 is, by program guidelines, held in abeyance for seven years. If the owner goes the full seven-year term, the second mortgage is forgiven.

SUBJECT:

**SALE OF PUBLIC
HOUSING SINGLE-
FAMILY UNIT**

TYPE:

**RESOLUTION
RECEIVE/FILE**

RECOMMENDATION -

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 (HUD). 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 U.S. Bank to purchase 4024 Briarcliff, Des Moines.

The appraised price of the property is \$93,000. The projected loan amount is \$62,310 with a second mortgage in the amount of \$30,690.
