

**MUNICIPAL HOUSING  
GOVERNING BOARD  
COMMUNICATION:**

**03-316**

**AGENDA:**

JULY 14, 2003

**SUBJECT:**

SALE OF PUBLIC  
HOUSING SINGLE-  
FAMILY UNIT -  
3605 53<sup>RD</sup> ST.

**TYPE:**

**RESOLUTION**  
RECEIVE/FILE

**SUBMITTED BY:**

MICHAEL MATTHES  
HOUSING SERVICES  
ACTING DIRECTOR

**ITEM – MHGB \_\_\_\_\_**

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

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**SYNOPSIS —**

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

**FISCAL IMPACT —**

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 \$48,240 after seller costs are paid. The second mortgage in the amount of approximately \$23,760 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.

**RECOMMENDATION —**

**Approval.**

**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 US Bank for a loan to purchase 3605 53<sup>rd</sup> St., Des Moines.

The appraised price of the property is \$72,000. The projected loan amount is \$48,240 with a second mortgage in the amount of \$23,760.

