



Agenda Item:

MGHB 3

## COUNCIL COMMUNICATION

### City Manager's Office

#### GENERAL INFORMATION—

Agenda Date: 06/07/04  
04-269

Communication No.:

Agenda Item Type: Resolution

Roll Call No:

Submitted by: Chris Johansen, Housing Services Director

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#### SUBJECT—

Sale of Public Housing Single-Family Unit, 1250 Ure St., to Susan J. Weatherly.

#### SYNOPSIS—

Authorization to sell a public housing single-family unit to an eligible buyer.

#### 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.

An eligible buyer has made application with Bank of America for a loan to purchase the Property.

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.