



Agenda Item:

MHGB Ex. 1

## **MHGB COMMUNICATION City Manager's Office**

### **GENERAL INFORMATION**

Agenda Date: 07/25/05  
Agenda Item Type: Resolution

Communication No.: 05-422  
Roll Call No:

Submitted by: Chris Johansen, Housing Services Director

### **SUBJECT—**

Authorizing the Municipal Housing Agency to Negotiate with Community Housing Initiatives (CHI) for the Disposition Sale of Fifty-Four (54) Public Housing Units.

### **SYNOPSIS—**

Authorizing the Municipal Housing Agency to Negotiate with CHI for the Disposition Sale of 3716 Indianola Road, 5301 SW 9<sup>th</sup> Street, 5307 SW 9<sup>th</sup> Street, 1218/1220 Highview Drive, 1219/1221 Highview Drive, 1225/1227 Highview Drive, 1231/1233 Highview Drive, 1236/1238 Highview Drive, 1237/1239 Highview Drive, 4901/4903 Meredith Drive, 4608/4610 49<sup>th</sup> Street, 4611/4613 49<sup>th</sup> Street, 4614/4616 49<sup>th</sup> Street, 4620/4622 49<sup>th</sup> Street, 4621/4623 49<sup>th</sup> Street, 4626/2628 49<sup>th</sup> Street, 4900/4902 47<sup>th</sup> Avenue NW, 5208/5210 SE 6<sup>th</sup> Street, 5209/5211 SE 6<sup>th</sup> Street, And 5214/5216 SE 6<sup>th</sup> Street.

### **FISCAL IMPACT—**

Future revenue derived from the sale of these properties will be allocated accordingly:

- 75% - Affordable Housing Endowment Fund
- 25% - Physical Improvements to existing Manors

### **RECOMMENDATION—**

Approval

### **BACKGROUND—**

The Housing Services Department received approval for its application to dispose of 394 Public Housing units at Fair Market Value, via a public bid on August 19, 2003. Where there is a commensurate public benefit, according to federal regulations, sales can be negotiated with a specific buyer.

Community Housing Initiatives, an Iowa nonprofit corporation has a long history of providing affordable housing in Iowa, of meeting the requirements of federally funded housing programs and has the ability to meet the requirements of DMMHA's disposition plan. Community Housing Initiatives intends to use this property for affordable rental units to families under 80% of HUD median income guidelines.

Community Housing Initiatives is interested in purchasing a total of 96 units over a two to three-year period. The remaining units will return for Governing Board approval when CHI is ready to proceed and these 54 units have been sold.