



Agenda Item:

MHGB-4

## MHGB COMMUNICATION City Manager's Office

### GENERAL INFORMATION

Agenda Date: 8/22/05  
Agenda Item Type: Resolution

Communication No.: 05-458  
Roll Call No:

Submitted by: Chris Johansen, Housing Services Director

### SUBJECT—

Sale of Public Housing Single-Family Unit, 4307 S.E. 7th Street, to Alyssia M. Cope.

### 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 \$66,330 after seller costs are paid. The second mortgage in the amount of approximately \$32,670 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 \$99,000. The projected loan amount is \$66,330 with a second mortgage in the amount of \$32,670.