



MHGB
Communication
Office of the City Manager

Date

July 10, 2006

Agenda Item No. **MHGB4**
Roll Call No. **06-**
Communication No. **06-405**
Submitted by: **Chris M. Johansen, Housing Services Director**

AGENDA HEADING:

Approval of Conveyance of 1442 9th Street to Greater Des Moines Habitat for Humanity, Inc.

SYNOPSIS:

Recommend approval to sell Des Moines Municipal Housing Agency (DMMHA) disposition property to Greater Des Moines Habitat for Humanity, Inc.

FISCAL IMPACT:

Amount: \$67,500 and a five-year restrictive covenant of affordability

Funding Source: SP350 HSG070000, pg. 225.

The proceeds from the sale will be used as follows:

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

ADDITIONAL INFORMATION:

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. According to federal regulations, sales can be negotiated with a specific buyer when there is a commensurate public benefit.

An Iowa not-for-profit entity, the Greater Des Moines Habitat for Humanity, Inc. has a long track record of providing affordable housing in the City of Des Moines while meeting the requirements of federally funded housing programs. The organization is able to meet the requirements of DMMHA's disposition plan.

The Greater Des Moines Habitat for Humanity, Inc intends to use this property for its Affordable Homeownership Program, which benefits households with incomes below 80% of HUD median income guidelines.

DMMHA has received HUD approval for this negotiated sale.

PREVIOUS COUNCIL ACTION(S): NONE

Date:

Roll Call Number:

Action:

BOARD/COMMISSION ACTION(S):

Date: October 6, 2003

Roll Call Number: 03-2267

Action: Authorizing implementation and approving procedures, notification and form of documents for disposition of scattered site units. (Council Communication No. 03-499). Moved by Vlassis to adopt. Motion Carried 5-3.

Date: November 4, 2002

Roll Call Number: 02-2579

Action: Approving disposition application of 394 Public Housing Units for submittal to the U.S. Department of Housing and Urban Development. (Council Communication No. 02-559). Moved by Vlassis to approve. City Manager to provide Board with an implementation plan and timeline. Motion Carried 5-3. Absent: Daniels, McPherson and Clark.

Date: March 4, 2002

Roll Call Number: 02-531

Action: Hearing and adoption of proposed Municipal Housing Agency Annual Budget for the fiscal year ending June 30, 2003. Moved by Hensley to adopt, and as more specifically set out in the attached detailed motion. Motion Carried 5-1-2. Nays: Brooks. Absent: Cownie and Clark.

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE