



MHGB
Communication
Office of the City Manager

Date

October 23, 2006

Agenda Item No. MHGB5
Roll Call No. 06-
Communication No. 06-679
Submitted by: Chris M. Johansen, Housing
Services Director

AGENDA HEADING:

Authorizing the Des Moines Municipal Housing Agency (DMMHA) to negotiate with Preservation ROSE LLLP for the disposition sales of 1338 Clark Street, 1511 18th Street, 1539 18th St., 1463 5th St., 1709 Gillette St., 1158 MLK Pkwy., 1163 MLK Pkwy., 1160 9th St., 1809 9th St., 1246 10th St., 1400 10th St., 1404 10th St., 1061 21st St., and 1809 22nd St.

SYNOPSIS:

Approval for the Des Moines Municipal Housing Agency to negotiate with Preservation ROSE LLLP for the disposition sales of:

- 1338 Clark Street
- 1511 18th Street
- 1539 18th Street
- 1463 5th Street
- 1709 Gillette Street
- 1158 Martin Luther King Parkway
- 1163 Martin Luther King Parkway
- 1160 9th Street
- 1809 9th Street
- 1246 10th Street
- 1400 10th Street
- 1404 10th Street
- 1061 21st Street
- 1809 22nd Street

FISCAL IMPACT:

Amount: \$922,125 (proceeds from the sales)

Funding Source: 2006-2007 Operating, Housing Services, Maintenance, pg. 225, SP350 HSG070000
Revenue derived from the sale of these properties will be allocated accordingly:

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

ADDITIONAL INFORMATION:

On August 19, 2003, the Housing Services Department received approval for its application to dispose of 394 Public Housing units at fair market value via a public bid. According to federal regulations, sales can be negotiated with a specific buyer when there is a commensurate public benefit.

For many years, Preservation ROSE, LLLP and John Lewis Community Services (Developer) have provided affordable housing in Iowa while meeting the requirements of federally funded housing programs. They have the ability to meet the requirements of DMMHA's disposition plan.

After the single family homes/properties have been acquired and rehabbed, Preservation ROSE, LLLP intends to use them in its *Renter to Owner Savings Equity (ROSE)* program for income-limited households.

PREVIOUS COUNCIL ACTION(S): NONE

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, 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