



MHGB
Communication
Office of the City Manager

Date

November 6, 2006

Agenda Item No. MHGB3D
Roll Call No. 06-
Communication No. 06-705
Submitted by: Chris M. Johansen, Housing
Services Director

AGENDA HEADING:

Sale of Public Housing single-family unit, 3210 Kinsey Avenue, to Jamie L. Benge.

SYNOPSIS:

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

FISCAL IMPACT:

Amount: \$55,610

Funding Source: FY06-07 Operating Budget, Maintenance, pg. 225, SP350 HSG070000

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 \$55,610 after seller costs are paid. The second mortgage in the amount of approximately \$27,390 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.

ADDITIONAL INFORMATION:

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 Bankers Trust for a loan to purchase the Property.

The appraised price of the property is \$83,000. The projected loan amount is \$55,610 with a second mortgage in the amount of \$27,390.

PREVIOUS COUNCIL ACTION(S):

Date: February 21, 2000

Roll Call Number: 00-508

Action: Revised Municipal Housing Agency Affordable Homeownership Plan for submission to HUD. (Council Communication No. 00-062). Moved by Hensley to adopt. Motion Carried 7-0.

BOARD/COMMISSION ACTION(S): NONE

ANTICIPATED ACTIONS AND FUTURE COMMITMENTS: NONE