

 <p style="text-align: center;"><b>Council Communication</b> Office of the City Manager</p>	<b>Date:</b> July 26, 2010
	<b>Agenda Item No.</b> MHGB2 <b>Roll Call No.</b> <u>10-1179</u> <b>Communication No.</b> <u>10-451</u> <b>Submitted by:</b> Douglas C. Romig, Housing Services Director

**AGENDA HEADING:**

Approval of Conveyance of 3104 Martin Luther King Jr. Parkway, City-owned Municipal Housing Agency Property, pursuant to Affordable Homeownership Program.

**SYNOPSIS:**

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

**FISCAL IMPACT:**

Amount: \$100,000

Funding Source: FY2010-11 Operating Budget, Page 139, Housing Services Department 5H – Sec 5(h) Homeownership, HSG021600

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 \$67,000 after seller costs are paid. The second mortgage in the amount of approximately \$33,000 is, by program guidelines, held in abeyance for seven (7) years. If the owner complies with program requirements during the full seven (7) year mortgage term, the second mortgage is forgiven.

**ADDITIONAL INFORMATION:**

The Department of Housing Services is a participant in the Section 5(h) Affordable Homeownership Program as 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 Iowa State Bank for a loan to purchase the real property locally known as 3104 Martin Luther King Jr. Parkway.

The appraised price of the property is \$100,000. The projected loan amount is \$67,000 with a second mortgage in the amount of \$33,000.

**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**

For more information on this and other agenda items, please call the City Clerk's Office at 515-283-4209 or visit the Clerk's Office on the second floor of City Hall, 400 Robert D. Ray Drive. Council agendas are available to the public at the City Clerk's Office on Thursday afternoon preceding Monday's Council meeting. Citizens can also request to receive meeting notices and agendas by email by calling the Clerk's Office or sending their request via email to [cityclerk@dmgov.org](mailto:cityclerk@dmgov.org).