

 <p style="text-align: center;">Council Communication Office of the City Manager</p>	Date: July 9, 2012
	Agenda Item No. MHGB2 Roll Call No. <u>1064</u> Communication No. <u>12-357</u> Submitted by: Douglas C. Romig, Housing Services Director

AGENDA HEADING:

Authorizing the Des Moines Municipal Housing Agency (DMMHA) to negotiate with Hawthorn Hill for the disposition sale 1513 East Jefferson Avenue, Des Moines, Iowa 50314.

SYNOPSIS:

Recommend approval for the Des Moines Municipal Housing Agency to negotiate and sell 1513 East Jefferson Avenue, Des Moines, Iowa 50314 to Hawthorn Hill, Executive Director, Tim Shanahan, 3001 Grand Avenue, Des Moines, Iowa 50312.

FISCAL IMPACT:

Amount: Total purchase price for this unit is \$15,750 and a five year restrictive covenant of affordability.

Funding Source: 2012-2013 Operating Budget: Housing Services Department – Disposed Homes SP350 HSG021500. Page 118

ADDITIONAL INFORMATION:

The Des Moines Municipal Housing Agency (DMMHA) received approval for its application to dispose of 394 Public Housing units at Fair Market Value, via a public bid on August 19, 2003. When there is a commensurate public benefit, according to federal regulations, sales can be negotiated with a specific buyer.

Hawthorn Hill, an Iowa nonprofit corporation, has a long history of providing affordable housing in the City of Des Moines, of meeting the requirements of federally funded housing programs and has the ability to meet the requirements of DMMHA’s disposition plan. Hawthorn Hill intends to rehab and rent this property as permanent supportive housing unit. Eligible participants must be a homeless family with children. Family rent will consist of 30% of the family’s household income.

Staff is recommending approval of this sale and authorization for the City Manager or his designee to negotiate and execute the sale of this property to Hawthorn Hill subject to HUD approval. This action is a part of the DMMHA’s effort to improve its financial position within its Public Housing operations.

PREVIOUS COUNCIL 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.

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.