

COMMUNITY DEVELOPMENT AUTHORITY OF THE CITY OF MADISON, WISCONSIN

Resolution No. 4112

Authorizing the purchase of 2230 West Broadway for an amount not to exceed \$423,000

Presented December 11, 2014
Referred
Reported Back
Adopted
Placed on File
Moved By
Seconded By
Yeas Nays Absent
Rules Suspended

WHEREAS, Movin' Out, Inc. plans to develop 36 units of affordable housing at 2230 W. Broadway Drive in the City of Madison (the "Property"), and

WHEREAS, Movin' Out, Inc. has entered into an agreement with Broadway Lake Point, LLC in which Broadway Lake Point, LLC granted Movin' Out, Inc. and/or its assigns an option to purchase the Property which is attached as Exhibit A (the "Option") for an amount equal to \$423,000, and

WHEREAS, the City of Madison CDBG summer funding process recommended funding in the amount of \$712,000 for the development of 36 units of affordable apartments by Movin' Out, Inc. on the Property (the "Affordable Housing Development"), and

WHEREAS, the City of Madison's 2015 Capital Budget includes funding from the Community Development Division affordable housing funds (CDD funding) in the amount of \$712,000 for the Affordable Housing Development, and

WHEREAS, enacted Res-14-00907 approved the transfer of \$500,000 from Tax Increment Financing District #27 to the CDA for the acquisition of the Property to facilitate the development of affordable housing within the boundary of TID #27, and

WHEREAS, the CDA's purchase of the property will facilitate a reduction in CDD funding needed for the Affordable Housing Development by an amount equal to or greater than the purchase price of the Property, and

~~WHEREAS, the CDA's purchase of the Property may improve the Affordable Housing Development's score on Movin' Out, Inc.'s application for Affordable Housing Tax Credits.~~

NOW THEREFORE BE IT RESOLVED that subject to receipt of funds sufficient to purchase the Property and pay all other cost of the acquisition, the CDA is authorized to (1) accept the assignment of the Option, and (2) purchase the Property for an amount not to exceed \$423,000 and the Chair and Secretary are authorized to execute such documents as are necessary to carry out the intent of this resolution, and

~~BE IT FURTHER RESOLVED that the CDA is authorized to enter into a lease option agreement with Movin' Out, Inc. and/or its assigns granting Movin' Out, Inc. and/or its assigns the option to lease the Property on such terms and conditions as the Chair and the Secretary of the CDA shall approve for the development and operation of the Affordable Housing Development.~~