

COMMUNITY DEVELOPMENT AUTHORITY
OF THE CITY OF MADISON, WISCONSIN

Resolution No. 4603

Authorizing the Executive Director to execute an Assignment and Assumption of the contract for twenty-seven (27) Project Based Vouchers with Cinnaire Solutions for 715 Rethke Avenue.

Presented May 9, 2024

Referred _____

Reported Back _____

Adopted _____

Placed on File _____

Moved By _____

Seconded By _____

Yeas _____ Nays _____ Absent _____

Rules Suspended _____

Legistar File Number _____

RESOLUTION

WHEREAS, in January 2014 and per CDA Board Resolution No. 4061, the CDA Board of Commissioners authorized the Executive Director to enter into a contract for twenty-seven (27) Project Based Vouchers with Heartland Housing, Inc. for 709 Rethke Avenue (post-construction address changed to 715 Rethke Avenue); and

WHEREAS, in mid-2016 construction was completed on the sixty (60) unit development and the contract for twenty-seven (27) Project Based Vouchers became effective June 2016; and

WHEREAS, in mid-2023, Heartland Housing, Inc. announced its intention to file bankruptcy at which time a court-appointed receiver took responsibility for managing 715 Rethke Avenue; and

WHEREAS, after months of searching for a buyer, Cinnaire Solutions was identified as the most qualified buyer for the property; and

WHEREAS, Cinnaire Solutions is requesting to assume the existing 15-year contract for twenty-seven (27) Project Based Vouchers;

NOW, THEREFORE, BE IT RESOLVED, that subject to (1) a final approval from HUD, (2) City of Madison Common Council approval(s), (3) Dane County Board of Supervisors approval(s), and (4) Cinnaire Solutions acquisition of 715 Rethke Avenue, the CDA hereby authorizes the Executive Director to execute an Assignment and Assumption of the contract for twenty-seven (27) PBVs for the remainder of the original 15-year contractual term; and

NOW, THEREFORE, BE IT FURTHER RESOLVED, that the Executive Director is authorized to execute, deliver, accept, record, and amend all documents and take such other actions as may be necessary or desirable to accomplish the purpose of this resolution.