



City of Madison

City of Madison
Madison, WI 53703
www.cityofmadison.com

Master

File Number: 15710

File ID: 15710	File Type: Resolution	Status: Draft
Version: 1	Reference:	Controlling Body: COMMUNITY DEVELOPMENT BLOCK GRANT COMMITTEE
Lead Referral: BOARD OF ESTIMATES		File Created Date : 08/17/2009
File Name: Authorizing the provision of an additional \$108,000 in Federal HOME funds to assist Housing Initiatives, Inc. to acquire and rehabilitate rental housing.		Final Action:
Title: Authorizing the provision of an additional \$108,000 in Federal HOME funds to assist Housing Initiatives, Inc. to acquire and rehabilitate rental housing.		
Notes: Common Council and Board of Estimates		
Sponsors: Shiva Bidar-Sielaff, Tim Bruer and Marsha A. Rummel		Enactment Date:
Attachments: HII HOME Requisition App Sept 2009.pdf ,Housing Initiatives 2009 Rental Acquisition Staff Review		Enactment Number:
Author: Audrey Short, CDBG Office		Hearing Date:
Entered by: pstonestreet@cityofmadison.com		Published Date:

History of Legislative File

Ver- sion:	Acting Body:	Date:	Action:	Sent To:	Due Date:	Return Date:	Result:
------------	--------------	-------	---------	----------	-----------	--------------	---------

Text of Legislative File 15710

Fiscal Note

\$108,000 in HOME funds is available in the Housing Development Fund for this project. These Federal funds were authorized as part of the CDBG 2009 Adopted Operating Budget (item # 47).

Title

Authorizing the provision of an additional \$108,000 in Federal HOME funds to assist Housing Initiatives, Inc. to acquire and rehabilitate rental housing.

Body

Housing Initiatives is a local community-based agency that provides permanent, affordable rental housing to people who are homeless and disabled through chronic mental illness. Housing Initiatives acquires and rehabilitates property, manages the property as affordable housing, and actively assists their tenants in maintaining case management services.

The availability of a below-market loan from WHEDA combined with relatively low market prices

for rental property are providing Housing Initiatives with a good opportunity to develop additional, affordable units for their clients. They plan to develop an additional four units of housing at about half the standard amount of HOME funds per unit.

WHEREAS, the CDBG staff and the CDBG Committee have reviewed this proposal and find that it furthers the goals expressed in the 2005-2009 Five-Year Community and Neighborhood Development Plan and the 2009 Community Action Plan; and

WHEREAS, the successful completion of this project will provide additional permanent, affordable rental housing for low-income homeless people who are disabled through chronic mental illness; and

NOW, THEREFORE, BE IT RESOLVED that the Common Council authorize a long-term deferred loan to Housing Initiatives, Inc. to acquire and rehabilitate up to four units of affordable rental housing and authorize the Mayor and the City Clerk to enter into an agreement with Housing Initiatives, Inc. for an additional \$108,000 to be expended by December 31, 2010.

BE IT FURTHER RESOLVED that the assistance be offered on terms adopted in the 2009-2010 Program Funding Framework for Community and Neighborhood Development, except that repayment repayment be set at the final amount of the loan and not include a percentage of appreciated value of the property.