

**DANE COUNTY
POLICY AND FISCAL NOTE**

_____ Original	_____ Update	Substitute No.
Sponsor:		Resolution No. 2021 RES-231
Vote Required:		Ordinance Amendment No. _____
Majority X	Two-Thirds	

Title of Resolution or Ord. Amd.:

APPROVING AGREEMENTS FOR AN AFFORDABLE HOUSING PROJECT AT 410 WEST VERONA ROAD IN THE CITY OF VERONA DCDHS – HAA DIVISION

Policy Analysis Statement:

Brief Description of Proposal -

As part of the 2020 awards for the Dane County Affordable Housing Development Fund, the county awarded funding of \$1,150,000 to Northpointe Development Corporation, also known as the affiliate Klassik-Verona, LLC. for The Klassic affordable multi-family housing project to be constructed at 410 W Verona RD, Verona.

The project will consist of 63 1-, 2-, and 3 bedroom units. All 63 units will be affordable for households with incomes ranging from 30% to 80% County Median Income (CMI).

Current Policy or Practice -

Authorizing submission requires Board approval..

Impact of Adopting Proposal -

The housing authority will make a loan to Northpointe Development Corporation, also known as the affiliate Klassik-Verona, LLC. for The Klassic affordable multi-family housing project to be constructed at 410 W Verona RD, Verona.

Fiscal Estimate:

Fiscal Effect (check all that apply) -

- _____ No Fiscal Effect
- _____ Results in Revenue Increase
- x Results in Expenditure Increase
- _____ Results in Revenue Decrease
- _____ Results in Expenditure Decrease

Budget Effect (check all that apply)

- x No Budget Effect
- _____ Increases Rev. Budget
- _____ Increases Exp. Budget
- _____ Decreases Rev. Budget
- _____ Decreases Exp. Budget
- _____ Increases Position Authority
- _____ Decreases Position Authority

Note: if any budget effect, 2/3 vote is required

Narrative/Assumptions about long range fiscal effect:

The county's support includes a grant from the county to the Dane County Housing Authority. The housing authority will then make a loan to the project developers. The terms of the loan include interest only payments of 2% for a 30 year term. The full principal of \$1,150,000 due to the housing authority at the end of the loan.

There is zero impact to county tax levy in the execution of the grant agreement.

Expenditure/Revenue Changes:

	Current Year		Annualized			Current Year		Annualized	
	Increase	Decrease	Increase	Decrease		Increase	Decrease	Increase	Decrease
Expenditures -					Revenues -				
Personal Services					County Taxes				
Operating Expenses					Federal				
Contractual Services					State				
Capital	\$1,150,000				Other	\$1,150,000			
Total	\$1,150,000	\$0	\$0	\$0	Total	\$1,150,000	\$0	\$0	\$0

Personnel Impact/FTE Changes:

N/A

Prepared By:

Agency:	Der Xiong	Division:	
Prepared by:	Der Xiong	Date:	10/13/2021
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