

**DANE COUNTY
POLICY AND FISCAL NOTE**

_____ Original	_____ Update	Substitute No.
Sponsor:		Resolution No. 2020 RES-371
Vote Required:		Ordinance Amendment No. _____
Majority X	Two-Thirds	

Title of Resolution or Ord. Amd.:

APPROVING AGREEMENTS FOR AN AFFORDABLE HOUSING PROJECT AT OUTLOT 15 OF THE NINE SPRINGS NEIGHBORHOOD IN CITY OF FITCHBURG 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 \$1,250,000 to Northpointe Development Corporation, also known as its affiliate The Limerick - Fitchburg, LLC., for The Limerick affordable housing project to be constructed on Outlot 15 of the Nine Springs Neighborhood in the City of Fitchburg.

The project will consist of 127 units. One hundred units will be targeted to seniors, and twenty-seven units will be targeted to families. All units will be affordable.

Current Policy or Practice -

Real estate agreements require approval of the County Board,

Impact of Adopting Proposal -

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 \$1,250,000 will be due to the housing authority at the end of the loan.

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:

These are one-time funds for the construction of affordable housing units. Developer has secured all financing to complete construction. The term of the debt issued to support the affordable housing project fund will be 30 years. Existing budgeted funds will be used and therefore, there is no fiscal impact.

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	\$1,250,000				Other	\$1,250,000			
Total	\$1,250,000	\$0	\$0	\$0	Total	\$1,250,000	\$0	\$0	\$0

Personnel Impact/FTE Changes:

N/A

Prepared By:

Agency:		Division:	
Prepared by:	Der Xiong	Date:	1/22/2021
Reviewed by:	Chad Lillethun	Date:	2/1/2021
		Phone:	242-6314
		Phone:	242-6431