2016 RES-455

AUTHORIZING THE PURCHASE OF 1509 MCKENNA BLVD. AND APPROVAL OF THE LEASE OF THE PROPERTY TO NEHEMIAH

The 2015 Capital Budget included $2 million for the Affordable Housing Development Fund. Through the RFP process, Nehemiah was awarded up to $500,000 for the purchase and renovation of multi-family properties to provide re-entry housing. A portion of those funds was used by Nehemiah to purchase an apartment building at 5821 Raymond Road in Madison during 2016. Nehemiah was also awarded $500,000 in the 2016 Capital Budget for the same purpose. Nehemiah has identified a four unit apartment building at 1509 McKenna Blvd. in the City of Madison. The agreed upon purchase price is $372,000. The county will purchase the property and lease it to Nehemiah to be used for re-entry housing. The lease provides that Nehemiah will be responsible for all future management and maintenance of the building. The initial term of the lease will be for ten years with two five year extensions.

The term of the debt issued to support this project will be 10 years.

NOW, THEREFORE, BE IT RESOLVED, that the Dane County Board of Supervisors hereby authorize the purchase 1509 McKenna Blvd. for $372,000; and

BE IT FURTHER RESOLVED that the Dane County Board of Supervisors approves the lease between Dane County and Nehemiah; and

BE IT FURTHER RESOLVED that the expenditure for the purchase is authorized in advance of borrowing; and

BE IT FINALLY RESOLVED, that the Real Estate Coordinator is authorized to administer the closing, and the transfer of the property to Dane County and the Controller is authorized to issue checks necessary to effectuate the transaction.