



**City of Racine, Wisconsin**  
**AGENDA BRIEFING MEMORADUM**

<b>AGENDA DATE:</b>	April 12, 2018
<b>SUBJECT:</b>	Request for \$10,000 Homeowner Loan increase for rehabilitation of 1531 Packard Ave
<b>PREPARED BY:</b>	Laura Detert, Manager of Housing and Community Development
<b>EXECUTIVE SUMMARY:</b>	<p>Department of City Development - Division of Housing and Community Development requests that the Loan Board of Review approve a \$10,000 Homeowner Repair Loan increase for rehabilitation of 1531 Packard Avenue.</p>
<b>BACKGROUND &amp; ANALYSIS:</b>	<p>The City of Racine Community Development Committee and Common Council have approved up to \$165,000 (Res.0044-17 and Res. No. 0223-17) for rehabilitation of 1531 Packard Avenue, a duplex which will be sold to a CDBG-eligible homeowner after project completion by the Department of City Development. The Loan Board approved a \$5,000 homeowner rehabilitation loan on January 11<sup>th</sup>, 2018 (Item 0009-18).</p> <p>Staff requests the Loan Board increase the amount of the Homeowner Repair Loan for the property to \$15,000, an increase of \$10,000, to pay for unforeseen property damage to a rear window caused by outside parties. The damaging incident has been reported to the Racine Police Department who will be assisting City Development in preventing any further crime/vandalism on the property.</p> <p>Should the police department find and prosecute the perpetrators of the damage, financial damages awarded in court would be applied to the project.</p> <p>The full loan amount will be paid back to the single-family Housing Repair Loan account at time of sale.</p>
<b>BUDGETARY IMPACT:</b>	<p>The \$15,000 loan will be repaid at the time of property sale with 0% interest.</p>
<b>RECOMMENDED ACTION:</b>	<p>Staff recommends that the Loan Board of Review approve the \$10,000 increase to the existing Homeowner Repair Loan to the Department of City Development for 1531 Packard Avenue, bringing the total loan amount to \$15,000.</p>