



Department of City Development
 City Plan Commission
 Redevelopment Authority of the City of Milwaukee
 Neighborhood Improvement Development Corporation

Rocky Marcoux
 Commissioner
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Martha L. Brown
 Deputy Commissioner
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April 15, 2014

Mr. Martin Matson, Comptroller
 Office of the Comptroller
 City of Milwaukee
 City Hall, Room 404

Dear Mr. Matson,

This letter reports the in rem residential rent collections and corresponding in rem property related expenditures by the Redevelopment Authority of the City of Milwaukee (RACM). As you are aware, the Authority invoices and collects rent on occupied city properties taken in through tax foreclosure. Rent proceeds supplement City resources appropriated to the Department of City Development to cover the costs of managing and marketing in rem property.

From 2009 through 2013, RACM collected \$2,257,006.12 in residential rent and expended \$2,239,737.06 on in rem property maintenance and repairs. The net difference of the rent collections and expenditures is \$17,269.06. Attributing to this difference is the significant negative balance in 2010, when rent revenue fell short of expenses and the shortfall of \$193,891.56 was covered by RACM general reserves.

2009	Residential Rent	151,977.00
	In Rem Expenditures	145,012.18
	Net Revenue	6,964.82
2010	Residential Rent	362,802.44
	In Rem Expenditures	556,694.00
	Net Revenue	(193,891.56)
2011	Residential Rent	497,477.90
	In Rem Expenditures	479,183.03
	Net Revenue	18,294.87
2012	Residential Rent	472,800.15
	In Rem Expenditures	439,862.08
	Net Revenue	32,938.07
2013	Residential Rent	771,948.63
	In Rem Expenditures	618,985.77
	Net Revenue	152,962.86
All Yrs.	Residential Rent	2,257,006.12
	In Rem Expenditures	2,239,737.06
	Net Revenue	17,269.06

The Authority is requesting that the \$17,269.06 net revenue from 2009 through 2013 be retained to continue our property maintenance obligations. The city currently has over 1,200 in rem properties in its possession and expects to add another 700-800 properties through 2014 foreclosure actions. If it is your preference that the Authority should make a payment to the city for the net revenue balance, please inform our staff at your convenience.

If you have any questions regarding this matter, please contact our Budget Manager, David Schroeder at 286-5933 or dschro@milwaukee.gov.

Thank you for your attention to this matter.

Sincerely,

**REDEVELOPMENT AUTHORITY
 OF THE CITY OF MILWAUKEE**

David Misky
 Assistant Executive Director – Secretary

