Reply to Common Council File No. 030089

From DOA-Budget and Management Division

May 5, 2003

Ref: 03009(3)

Common Council File 030089 contains a resolution appropriating \$173,830.79 from the 2003 Common Council Contingent Fund to reimburse the Neighborhood Improvement Development Corporation (NIDC). This transfer will reimburse \$152,827.47 in receivership expenses for the public nuisance abatement project and \$21,003.32 to pay select special charges from the property tax bill for the property located at 2683 North Palmer Street.

There have been several projects in which the cost of abatement (property purchases, improvements, management, etc.) exceeded the funds provided for those various nuisance abatement projects. This has resulted in the City responsible for approximately \$500,000 due to NIDC as of January 1, 2003.

There have also been a number of properties in which NIDC as the receiver had lien rights as a result of nuisance abatement litigation. These approved charges were transferred to the City of Milwaukee property tax bill as a special charge and the City collected those liens through its tax collections. Through a cooperation agreement, the City was to provide the necessary funds to NIDC for its costs as receiver to those properties mentioned above.

RECOMMENDATION: APPROVE THE RESOLUTION APPROPRIATING \$173,830.79 FROM THE 2003 COMMON COUNCIL CONTINGENT FUND TO REIMBURSE THE NEIGHBORHOOD IMPROVEMENT DEVELOPMENT CORPORATION.

David Schroeder

Budget & Management Special Assistant

'Solwell