BLIGHT DESIGNATION SUMMARY & LAND DISPOSITION REPORT 26™ & HADLEY/UNITED TOWNHOMES PROJECT

DATE

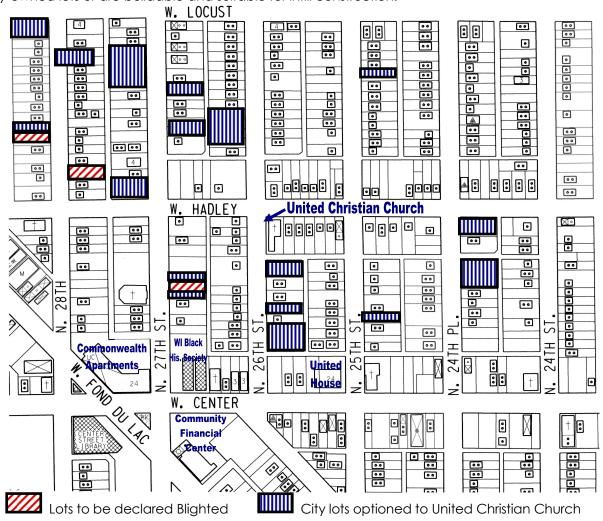
May 21, 2009

RESPONSIBLE STAFF

Elaine Miller, Real Estate Section (286-5732)

PROPOSED ACTIVITIES

Declare three privately owned vacant lots in the vicinity of 26th & Hadley blighted for acquisition. The action also authorizes the subsequent conveyance to the City of Milwaukee for inclusion in the Option to Purchase with United Christian Church for the United Townhomes Project. The lots adjoin City-owned lots or are buildable and suitable for infill construction.



PROPERTIES TO BE ACQUIRED 2810-12 North 28th Street

Owner: Tesfaldet Abraham, Evanston, IL

Description: 5,625 SF vacant lot, 45 feet by 125 feet. The City razed a duplex in 2001 and a single-

family home in 2002 after raze orders were issued. The lot is buildable, but has limited economic viability because of the area market conditions and prevalence of other

vacant lots that require public participation for development.

Assessment: \$2,400 Tax Status: Current

2825-27 North 28th Street

Owner: Franklin Jenkins, Milwaukee, WI

Description: 3,750 SF vacant lot, 30 feet by 125 feet. A duplex was raised in 2000 by the City after a

raze order was issued. The lot is buildable under the zoning code, but has limited economic viability because of the narrow width. The buildable status of the lot is

significantly improved if combined with the adjoining City lot.

Assessment: \$2,400 Tax Status: Current

2748 North 27th Street

Owner: Earl and Patricia Buford, Milwaukee, WI

Description: 3,750 SF vacant lot, 30 feet by 125 feet. Although legally buildable under the zoning

code, the lot's small size and location between two City-owned vacant lots limits its economic buildable status. A duplex was raised in 1999 by the owners after a raze

order was issued by the City.

Assessment: \$2,200 Tax Status: Current

BLIGHT FINDING

The properties can be considered blighted pursuant to Wisconsin Statutes for the following reasons:

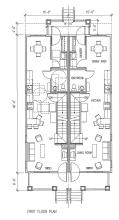
- The lots are undersized in today's market and have irregular and obsolete platting in relation to the surrounding neighborhood.
- The vacant status negatively impacts the surrounding neighborhood.

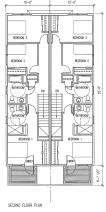
DISPOSITION AND PROPOSED REDEVELOPMENT

The City authorized an Option to Purchase with United Christian Church in February 2009 for the Cityowned vacant lots between 24th and 28th Streets and Center to Locust Streets for an affordable housing development. United Christian Church applied to WHEDA for affordable housing tax credits and received an allocation on April 27, 2009.

Acquisition of the additional lots will improve the lot configuration and allow for a better concentration of units near United Christian Church at 26th & Hadley. The project involves 24 units of scattered site housing on a rent-to-own basis. Construction will be primarily side-by-side duplexes. After the 15-year tax-credit rental period, the developer will work with tenants to purchase their units.







Conceptual Elevation

First Floor Plan

Second Floor Plan

Total project costs are estimated to be approximately \$6.06 million. The developer has committed to a strong EBE participation.

FUTURE ACTIONS

Upon approval by the Redevelopment Authority and the Common Council, the properties will be conveyed to the Authority for remediation. The Commissioner of DCD or designee is authorized to execute the appropriate quit claim deed to transfer the properties to the Authority.