



# Louisville Metro Government

## Legislation Text

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File #: R-125-14, Version: 1

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**ORDINANCE NO. \_\_\_\_\_, SERIES 2014**  
**AN ORDINANCE APPROVING A FORGIVABLE LOAN, PURSUANT TO**  
**ORDINANCE NO. 54, SERIES 2009, TO NEW DIRECTIONS HOUSING**  
**CORPORATION ("NDHC") FOR THE ASSUMPTION AND CONTINUED OPERATION**  
**OF EIGHT AFFORDABLE HOUSING RENTAL UNITS LOCATED AT 1506 AND 1508**  
**WEST MARKET STREET.**

**Sponsored By: Councilwoman Marianne Butler**

**WHEREAS,** New Directions Housing Corporation intends to assume a Louisville Metro mortgage in the amount of \$173,560 on two residential properties located at 1506 and 1508 West Market Street Louisville, Kentucky 40203 ("Properties"); and

**WHEREAS,** Louisville Metro Government (Metro), by and through its Department of Community Services and Revitalization, Research, Planning and Compliance Division ("CSR"), desires to make the \$173,560 assumed mortgage a conditional, forgivable loan of Community Development Block Grant ("CDBG") funds upon the transfer of the Properties, from the original Mortgagee, David Fleischaker and Fred Andres, Jr. to NDHC; and

**WHEREAS,** Louisville Metro Government has determined that the assumption of the mortgage by NDHC will further its goals for maintaining housing for low income persons in the Louisville Metro area; and

**WHEREAS,** Louisville Metro Government wishes to modify the current Loan Agreement executed on June 30, 1999 secured by a Note and Mortgage to transfer said documents to NDHC and to provide a forgivable loan in the amount of \$173,560 to NDHC; and

**WHEREAS,** Metro will secure said CDBG Funds with a note and mortgage on the Properties until such time as the Grant period as described within the modified Loan Agreement has ended; and

**WHEREAS**, the council has determined that making the forgivable loan to NDHC is in furtherance of the public purposes of Louisville Metro.

**NOW THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT AS FOLLOWS:**

**SECTION I:** That the forgivable loan in the amount of \$173,560 to be made to NEW DIRECTIONS HOUSING CORPORATION is approved pursuant to Ordinance No. 54, Series 2009, for the purposes described in the Whereas clauses above.

**SECTION II:** That the Metro Mayor and other officials and employees of Louisville Metro are authorized and directed to execute all necessary agreements, notes, affidavits and other documents and to do and perform all necessary or convenient actions to carry out the purpose authorized by this Ordinance..

**SECTION III:** This Ordinance shall take effect upon its passage and approval.

\_\_\_\_\_  
Steven Ott Metro Council Clerk

H. \_\_\_\_\_  
Jim King President of the Council

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Greg Fischer Mayor

\_\_\_\_\_  
Approval Date

**APPROVED AS TO FORM AND LEGALITY:**

Michael J. O'Connell  
Jefferson County Attorney

By: \_\_\_\_\_  
Assistant Jefferson County Attorney