

**CITY OF SHEBOYGAN
RESOLUTION 118-26-27**

BY ALDERPERSONS BOORSE AND CLOSE.

OCTOBER 5, 2026.

A RESOLUTION authorizing the settlement of Civil Case 2026CV000651 between the City of Sheboygan and Middle Coast Dwellings, LLC et al., related to a mortgage on the property located at 1213 N 13th Street.

WHEREAS, Middle Coast Dwellings, LLC, ("MCD") entered into a mortgage agreement for \$24,999.99 with the City of Sheboygan through the Community Development Block Grant (CDBG) housing rehabilitation program in 2022; and

WHEREAS, the contractor who agreed to do the work was unable to fulfill all aspects of the scope of the contract resulting in a reduction of the principal amount owed to \$17,519; and

WHEREAS, the property has since sold, and the title company did not collect the funds associated with the City mortgage. Following unsuccessful settlement negotiations, the City initiated Sheboygan County Case 2026CV0651 against MCD and their title company in order to recoup the City's funds; and

WHEREAS, legal counsel for MCD has offered to settle the matter for \$10,000 to resolve this case; and

WHEREAS, staff believe it is in the City's best interest to accept the settlement offer.

NOW, THEREFORE, BE IT RESOLVED: That the Mayor and City Clerk are authorized to execute documents necessary to settle Sheboygan County Case 2026CV0651, City of Sheboygan v. Middle Coast Dwellings, LLC et al., for \$10,000.

BE IT FURTHER RESOLVED: That the Finance Director is authorized and directed to record all necessary transactions in the City's accounting software to reflect a transfer of the uncollected \$7,519.00 from available fund balance to the home rehabilitation loan program.

PASSED AND ADOPTED BY THE CITY OF SHEBOYGAN COMMON COUNCIL

_____.

Presiding Officer

Attest

Ryan Sorenson, Mayor, City of
Sheboygan

Meredith DeBruin, City Clerk, City of
Sheboygan