

## RESOLUTION NO. 2019 – 02

### RESOLUTION APPROVING THE ANNUAL BUDGET FOR THE FISCAL YEAR 2019

**WHEREAS**, based on an estimate from the Hamilton County Treasurer's office, the Hamilton County Land Reutilization Corporation ("HCLRC") anticipates receiving nearly \$2.2 million from Delinquent Tax and Assessment Collections ("DTAC Funds") from Hamilton County in Fiscal Year 2019 for the operations of the HCLRC authorized by this Board and for any activities, projects, and programs of the HCLRC that this Board deems appropriate; and

**WHEREAS**, the HCLRC has been allocated approximately \$10.5 million dollars for years 2014 through 2019 under the Neighborhood Initiative Program operated by the Ohio Housing Finance Agency and expects to receive \$2.4 million for residential demolition during fiscal year 2019; and

**WHEREAS**, the City of Cincinnati and the HCLRC have entered into a cooperative agreement for the expenditure of \$1.125 million allocated by the City of Cincinnati for the redevelopment of commercial properties in Evanston, of which \$366,000 remains and is expected to be received in fiscal year 2019; and

**WHEREAS**, the City of Cincinnati and the HCLRC have entered into a cooperative agreement for the expenditure of \$236,000 allocated by the City of Cincinnati for the redevelopment of commercial properties in Evanston, using NBDIP funds (Neighborhood Business District Improvement Funds - CDBG), which is expected to be received in fiscal year 2019; and

**WHEREAS**, the HCLRC signed a Stabilization Agreement with the City of Cincinnati in May 2018 for the stabilization of 743 Hawthorne Ave for a project cost of \$79,795 which the City will fund to the HCLRC upon a reimbursement basis, and which \$79,795 is expected to be received in fiscal year 2019; and

**WHEREAS**, the HCLRC signed a Stabilization Agreement with the City of Cincinnati in December 2018 for the stabilization of 3864 Reading Rd for a total project cost of \$183,223 which the City will partially fund (58%) to the HCLRC upon a reimbursement basis, and which \$106,612 is expected to be received in fiscal year 2019; and

**WHEREAS**, the City of Cincinnati and the HCLRC are finalizing an agreement for the stabilization of 1204 Linn St (formerly the Regal Theater) for a total project cost of \$300,000 of which the City will reimburse \$150,000 and which is expected to be received in fiscal year 2019; and

**WHEREAS**, the City of Cincinnati and the HCLRC are finalizing a cooperative agreement for the expenditure of \$1.9 million of CDBG funds and \$175,000 of TIF funds allocated by the City of Cincinnati for redevelopment of residential and commercial properties in West Price Hill, and expects to receive \$1.4 million for redevelopment during fiscal year 2019; and

**WHEREAS**, the HCLRC and Cincinnati Children's Hospital Medical Center signed a cooperative agreement in October 2018 for the expenditure of funds and redevelopment of residential housing in Avondale, and expects to receive \$1.5 million during fiscal year 2019; and

**WHEREAS**, the HCLRC, the Port, and Cincinnati Children's Hospital Medical Center entered into an agreement for the remediation of 3443 and 3449 Burnet Ave in Avondale, and which \$200,000 is required to complete the project and be funded by CCHMC in fiscal year 2019; and

**WHEREAS**, the HCLRC's programs and redevelopment activities will generate additional revenues from the sale of properties, which are expected at \$5.8 million in fiscal year 2019; and

**WHEREAS**, the HCLRC held unrestricted cash in the amount of \$1,467,769 and a loan balance of \$573,442 with the Port's Housing Loan Fund as of December 31, 2018; and

**WHEREAS**, the Board has been presented with this annual budget for the fiscal year 2019, attached as Exhibit A, ("Annual Budget") pursuant to Section 9.3 of the Code of Regulations; and

**WHEREAS**, approval of this Annual Budget is necessary for the HCLRC to continue the work of facilitating the reclamation, rehabilitation, and reutilization of vacant, abandoned, tax-delinquent, or other real properties within Hamilton County;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the Hamilton County Land Reutilization Corporation:

Section 1. The Board approves the Annual Budget for the Fiscal Year 2019 as set forth in the attached Exhibit A; and

Section 2. Consistent with the foregoing, this Board approves and ratifies all expenditures made or approved by the Board or the HCLRC's management company during the period of January 1, 2018, through the date of the adoption of this Resolution.

Section 3. This Board finds that the proposed Annual Budget furthers the mission and purposes of the HCLRC, as set forth in the Articles of Incorporation and the Code of Regulations and upon approval the Annual Budget shall be fully effective for purposes of the HCLRC making expenditures in connection with its operations and programming.

Section 4. To the extent, if any, that there remain unencumbered moneys in the General Fund of the HCLRC on and after January 1, 2020, there is hereby appropriated, from such unencumbered amounts, for each successive month from and including January 2020, for each of the purposes set forth in Exhibit A attached to this resolution, an amount equal to 10% of the amount set forth for the respective purpose in Exhibit A, except in the event that annual amounts come due, the HCLRC may pay these expenses in full in order to avoid the payment of finance charges.

Section 5. This Board finds and determines that all formal actions of this Board concerning and relating to the adoption of this resolution were taken, and that all deliberations of this Board that resulted in formal action were held, in meetings open to the public in compliance with the law.

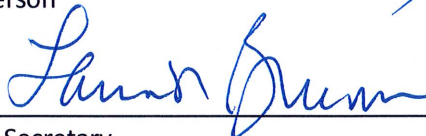
Section 6. This resolution shall be in full force and effect upon its adoption.

Adopted: January 22, 2019

Yeas: 6

Nays: 0

  
Chairperson

Attest:   
Secretary

## Exhibit A

### Hamilton County Land Reutilization Corporation 2019 Budget with Comparison to 2018 Actual Expenditures and Capital Additions

|   | <b>2019</b>              | <i>Unaudited</i><br><b>2018</b> |
|---|--------------------------|---------------------------------|
|   | <u><b>Budget</b></u>     | <u><b>Actual</b></u>            |
| <b>Expenditures</b>                                     |                          |                                 |
| Programming   | 2,600,363                | 1,341,385                       |
| Demolitions   | 2,580,000                | 2,645,143                       |
| General and administrative                              | 850,000                  | 850,000                         |
| Professional services and other                         | 265,400                  | 159,388                         |
| Total Expenditures                                      | <u>6,295,763</u>         | <u>4,995,916</u>                |
| <br><b>Capital Additions</b>                            |                          |                                 |
| Assets Held for Sale                                    |                          |                                 |
| Residential Housing                                     | 7,471,425                | 1,133,476                       |
| Commercial  | 1,959,000                | 221,545                         |
| Demolition - land value                                 | 120,000                  | 259,399                         |
| Total Capital Additions                                 | <u>9,550,425</u>         | <u>1,614,420</u>                |
| <br><b>Total Expenditures and Capital Additions</b>     | <u><u>15,846,188</u></u> | <u><u>6,610,336</u></u>         |
| <br>Less subsidy on property sales in Programming       | <u>(913,363)</u>         | <u>(6,482)</u>                  |
| <b>Total Cash Outflows for Expenditures and Capital</b> | <u>14,932,825</u>        | <u>6,603,854</u>                |