

RESOLUTION NO. 2022-06

**A RESOLUTION TO INCREASE THE REVOLVING LINE OF CREDIT FOR
THE MANAGEMENT OF CASHFLOW FROM \$1,500,000 TO \$1,750,000**

WHEREAS, the Hamilton County Land Reutilization Corporation (“HCLRC”) Board previously adopted Resolution No. 2016-04 to secure a revolving line of credit for the management of cashflow not to exceed \$1,500,000; and

WHEREAS, the management company was presented with an opportunity to increase the HCLRC’s line of credit in the amount of \$250,000, which has not increased since its origination in 2016; and

WHEREAS, based on an estimate from the Hamilton County Treasurer’s office, the HCLRC anticipates receiving \$2.7 million from Delinquent Tax and Assessment Collections (“DTAC Funds”) from Hamilton County in Fiscal Year 2022 for the operations of the HCLRC, as authorized by this Board; and

WHEREAS, Section 1.4 of the HCLRC Code of Regulations authorizes the HCLRC to borrow money for any of its purposes by means of loans, lines of credit, or other financial instruments of securities in accordance with Ohio law; and

WHEREAS, in accordance with Section 9.5 of the HCLRC Code of Regulations, no loans shall be contracted on behalf of the HCLRC and no evidences of indebtedness shall be issued in its name unless authorized by a resolution of the Board of Directors with such authorization being either general or confined to a specific instance; and

WHEREAS, this Board finds it reasonable and necessary to increase the revolving line of credit for the purpose of managing cash flow on behalf of the HCLRC from \$1,500,000 to \$1,750,000.

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

Section 1. This Board hereby approves the HCLRC securing a revolving line of credit not to exceed \$1,750,000 in the furtherance of the purposes of the organization. Financing shall initially be set at an interest rate not to exceed 1 month SOFR (Secured Overnight Financing Rate) plus 2.50% with an interest rate floor of 2.75% and will be repaid by HCLRC’s annual allocation of DTAC funds or other funds as they become available. The management company is authorized to take all steps necessary to obtain such financing.

Section 2. This Board hereby finds and determines that the approvals set forth in Section 1 are necessary to ensure the successful execution of facilitating the reclamation, rehabilitation, and reutilization of vacant, abandoned, tax-delinquent, or other real properties within Hamilton County. Upon successfully obtaining the financing authorized in Section 1, the management company is hereby authorized to expend all such funds in furtherance of the HCLRC’s mission, to the extent the Board has approved the expenditure in an appropriation resolution.

Section 3. 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 such formal actions were held, in meetings open to the public, in compliance with the law.

Section 4. This resolution shall be in full force and effect upon its adoption.

Adopted: July 26, 2022

Yeas: 5

Nays: 0



Chairperson

Attest: 

Secretary