

RESOLUTION NO. 2023 - 03

RESOLUTION APPROVING THE ANNUAL BUDGET FOR FISCAL YEAR 2023

WHEREAS, the Hamilton County Land Reutilization Corporation (“HCLRC”) anticipates total operating revenue of \$23.4 million during the period January 1, 2023 through December 31, 2023 (“Fiscal Year 2023”) as summarized below for the operations of the HCLRC as authorized by this Board and for any activities, projects, and programs of the HCLRC that this Board deems appropriate; and

County DTAC	\$ 2,579,100
State Grants	4,570,562
City Grants	6,295,750
Subrecipient Grants	9,903,920
Other	130,000
Total Operating Revenue	<u>\$23,479,332</u>

WHEREAS, the HCLRC’s programs and redevelopment activities will generate additional cash inflows from the sale of properties, which are expected at \$3.4 million in fiscal year 2023; and

WHEREAS, the HCLRC anticipates drawing upon loan funds in the amounts of \$2.7 million (out of \$4.0M available) in fiscal year 2023 for new home construction in Avondale secured by a mortgage lien specific to the property being redeveloped; and

WHEREAS, the HCLRC held cash in the amount of \$6.4M and the availability to obtain an additional \$1.75 million from its line of credit as of December 31, 2022; and

WHEREAS, the Board has been presented with this annual budget for the fiscal year 2023, 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 2023 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, 2022, 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, 2024, there is hereby appropriated, from such unencumbered amounts,

for each successive month from and including January 2024, 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 24, 2023

Yeas: 6

Nays: 0

Jill Scheller
Chairperson

Attest: Laura H. Brun
Secretary

Exhibit A

Hamilton County Land Reutilization Corporation 2023 Budget with Comparison to 2022 Actual (Unaudited) Operating and Capital Expenditures

	2023 Budget	<i>Unaudited</i> 2022 Actual	Variance
Operating Expenditures			
Programming			
R/E sale subsidy	1,276,514	247,113	1,029,401
Demo/Stabilize/Remediate	6,512,910	836,516	5,676,394
Subrecipient payment	9,903,920	1,942,540	7,961,380
Legacy resident repairs	250,000	177,600	72,400
Property holding costs & other	906,000	777,704	128,296
Total Programming	18,849,344	3,981,472	14,867,871
General and administrative	850,000	850,000	(0)
Professional services and other	291,600	115,278	176,322
Total Operating Expenditures	19,990,944	4,946,750	15,044,193
Capital Expenditures	13,551,479	3,334,296	10,217,183
Total Expenditures	33,542,423	8,281,046	25,261,377
Less noncash expenditures	(1,276,514)	(247,113)	(1,029,401)
Total Cash Outflows for Expenditures	32,265,909	8,033,934	24,231,976