

STATEMENT OF BUDGET IMPACT
(Policy Number 94-45)
Budgetary Review of Proposed Resolution &
Ordinances with Financial Implication.

Date: October 31, 2018

File: BIS 19-026

File: TMP-2018-688

Proposed Legislation:

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, APPROVING AND AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO EXECUTE AN INTERLOCAL AGREEMENT WITH THE HOLLYWOOD COMMUNITY REDEVELOPMENT AGENCY REGARDING THE SALE OF PROPERTY TO PINNACLE AT PEACEFIELD, LTD., AND AMENDING THE FISCAL YEAR 2019 ADOPTED OPERATING BUDGET PER RESOLUTION R-2018-301.

Statement of Budget Impact:

1. No Budget Impact associated with this action;
2. Sufficient budgetary resources identified/available;
3. Budgetary resources not identified/unavailable;
4. Potential Revenue is possible with this action;
5. Will not increase the cost of Housing;
6. May increase the cost of Housing; (CDAB review required)

Explanation:

The City and the CRA have contracted to sell property on Adams Street to Pinnacle at Peacefield, Ltd. ("Pinnacle"), which Pinnacle will develop for affordable housing for seniors. To facilitate this transaction, the City and Downtown CRA had originally agreed to loan a total of \$578,000.00 to Pinnacle, with the loan to be repaid in 32 years. Due to the scheduled ending date of the Downtown CRA for June 30, 2025, the repayment of the portion of the loan to be made by the Downtown CRA has been reworked. The Downtown CRA will now make a loan of \$144,000.00 to the City. The City will then be responsible for the entire \$578,000.00 loan. The loan by the Downtown CRA will be repaid by the City no later than June 30, 2025, or if extended, to such other date as the Downtown CRA ceases its existence.

\$84,000.00 of HOME Investment Partnerships Program funds (account number 11.1500.60637.554.008461) and \$350,000.00 of Neighborhood Stabilization Program 1 funds (account number 11.1500.54480.513.049225) is currently available in the FY 2019 Operating budget. The remaining \$144,000.00 is to be loaned from the

Page 2
BIS 19-026
TMP-2018-688

Downtown CRA, and will be made available as described in Exhibit 1 upon execution of the interlocal agreement with the CRA.

PREPARED BY: Neesha Bajere
Senior Management / Budget Analyst

APPROVED BY: Kee Juen Eng
Assistant Director, Budget and Financial Services