



CUYAHOGA COUNTY LAND REUTILIZATION CORPORATION

MINUTES AND ACTIONS OF BOARD OF DIRECTORS'

REGULAR QUARTERLY MEETING OF

JUNE 24, 2016

LOCATION: Lakeside Place
323 Lakeside Ave. W., Conference Room 140
Cleveland, OH 44113

DATE/TIME: June 24, 2016; 10:00 A.M. ET

PURPOSE: Regular quarterly meeting to consider the following business:

1. *Call to order by the Chair.* The regular quarterly meeting of the Cuyahoga County Land Reutilization Corporation (the CCLRC) was held June 24, 2016 at 323 Lakeside Avenue W, Suite 140, Cleveland, Ohio and called to order at 10:09 a.m. Chairman Anthony Brancatelli, Michael King, representative for Cuyahoga County Council President, Dan Brady, Ken Surratt, representative for County Executive Armond Budish, Mayor Kevin Kennedy, Cuyahoga County Treasurer Chris Murray and Bobbi Reichtell, were present and constituted a quorum. Mr. Charles Slife of the City of Cleveland was present on behalf of Mr. Ed Rybka of the City of Cleveland.

2. *Approval of the Minutes of the March 18, 2016 regular quarterly Meeting.* The minutes of the March 18, 2016, meeting were distributed and approved by voice vote without objection or revision.

3. *Election of Chair of the Board of the CCLRC* – Kenneth Surratt nominates Anthony Brancatelli for Chair. No other nominations were recommended. A roll call vote was taken and the nomination of Anthony Brancatelli was approved by unanimous voice vote.

4. *Election of Vice–Chair of the Board of the CCLRC* – Kenneth Surratt recommends Mayor Brad Sellers for Vice-Chair. No other nominations were recommended. A roll call vote was taken and the nomination of Mayor Sellers was approved by unanimous voice vote.

3. *Staff Reports.*

o President's report:

o Status of Acquisitions, Demolitions and Renovations to Date

The CCLRC has acquired 6,409 properties, demolished 4,334 to date and completed 65 in-house renovations 53 of which have been sold. The CCLRC also has transacted 1,338 homes through its deed-in-escrow program and direct sales. It currently has 2,015 properties in its inventory.

The number of properties the CCLRC is receiving from FNMA is decreasing. The CCLRC is still receiving properties from HUD and is currently in discussions with HUD for the contract renewal which expires in September of 2016.

o Status of Board Members

▪ The CCLRC statutory board members renewed and extended the terms of Thomas Fitzpatrick, Bobbi Reichtell, Mayor Kevin Kennedy and Mayor Brad Sellers.

o Expenditure Cap

▪ The Board was provided with a written report of the demolition contractors whose open and closed contracts have exceeded \$500,000. Two contractors have exceeded: American Metal and Wood Salvage, Inc. and OBON, Inc.

o Litigation Update

▪ There were no new updates since the last Board meeting.

- New Labor Rules
 - The CCLRC is reviewing the new overtime Department of Labor Rules which go into effect in December 2016. The CCLRC has retained the services of legal counsel to assist in making sure the CCLRC is compliant with the new rules.
 - Legislation Update
 - Legislation correcting the ambiguity in the law as it related to omitted tax bills has been passed. Also, legislation instituted that county land banks can apply for gas station remediation funds
 - East Cleveland
 - Strategic Land Bank assembly of vacant and abandoned properties in East Cleveland has begun. The City of East Cleveland passed legislation for the CCLRC to acquire the parcels in the target area.
 - County Stakeholders Meeting
 - The CCLRC is hosting a County Stakeholders Meeting with all partners to discuss tax collection, foreclosure and disposition practice. The invitation will go to all CDCs, First Suburbs, Mayors and Managers.
- Mr. William Whitney presented the Report of the Chief Operating Officer –
- County Demolition Program Update –
 - The CCLRC continues to work with its partner communities and has expended or encumbered more than 78% of the funds allocated to it and its partners. The CCLRC has demolished over 83% of the in its Round 1 allocation. There are a few communities which have applied for the demolition of larger commercial structures utilizing the \$100,000 grant cap.
 - HHF Funds
 - OHFA has announced that two new rounds of HHF funding will be made available and again this funding will only be awarded to county land banks. The first \$97.5 million of the allocated funds will go to existing participating land banks. The CCLRC is on track to spend down its allotted funds and is ready for the next round of funding as it becomes available. Next round of funds should include funds for larger structures. The estimated deadline for funding is 2020.
 - Audit
 - The CCLRC State of Ohio audit has begun.
 - Report of Finance - The financial statements for months end and anticipated year end were discussed and presented to the CCLRC Board.

5. *Other Business.* At the request of Board Member Reichtell, an update of the 105th Street property was provided to the Board.

6. *Public Comment* – No public comment

7. *Adjournment.* There being no more business to come before the Board of Directors of the CCLRC, Michael King moved that the meeting of the Board of Directors of the CCLRC be adjourned. A voice vote was taken and the motion carried unanimously. The meeting of the Board of Directors of the CCLRC was adjourned at approximately 11:42 a.m.

I hereby certify that the minutes related to the Board of Directors' regular quarterly meeting of June 24, 2016 set forth above are the minutes approved by the Board of Directors at their meeting of September 30, 2016.

/s/ Robert Rink

Robert Rink, Secretary

Cuyahoga County Land Reutilization Corporation