

RESOLUTION APPROVING MEMORANDUM OF UNDERSTANDING WITH THE HOUSING
AUTHORITY OF THE CITY OF GREENSBORO – PAYMENTS IN LIEU OF TAXES

WHEREAS, the City of Greensboro and the Housing Authority of the City of Greensboro (GHA) entered into a Cooperation Agreement on December 28, 1949 which was amended on October 18, 1961 and September 10, 1970;

WHEREAS, under the terms of the Agreement, GHA is required to make annual payments in lieu of taxes (“PILOT”) for public facilities and services furnished for or with respect to the housing projects;

WHEREAS, the City of Greensboro is obligated to distribute the payments among itself and Guilford County in proportion to the amount of taxes that the projects would have been obligated to pay each local government in the event that the housing projects were taxable;

WHEREAS, under a Memorandum of Understanding from 1987, the City agreed to refund the PILOT payments to GHA for non-routine maintenance, upgrading and modernization of their existing housing facilities;

WHEREAS, under a Memorandum of Understanding from 1998, PILOT payments to the City have been directed to repayment of debt on housing bonds issued in 1998 for GHA properties;

WHEREAS, GHA requests the funds as part of its Rental Assistance Demonstration Program, which will convert public housing projects to long-term projects based Section 8 housing assistance payment contracts and makes them eligible for public and private financing sources for rehabilitation and redevelopment;

WHEREAS, under the proposed 2015 Memorandum of Understanding, accumulated excess funds related to the repayment of debt on housing bonds issued in 1998 for GHA properties, and future PILOT payments, shall be disbursed in accordance with the Cooperation Agreement and 1987 and 1998 MOU’s;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GREENSBORO:

That the proposed 2015 Memorandum of Understanding with the Housing Authority of the City of Greensboro for payments in lieu of taxes presented herewith this day is hereby approved and the City Manager or his designee is authorized to execute, on behalf of the City of Greensboro, said MOU.