



HOUSING & REDEVELOPMENT AUTHORITY AGENDA

PUBLIC MEETING ROOM

FRIDAY, APRIL 28, 2023

7:30 AM

1. Call to Order
2. Items for Discussion
 - A. Resolution 2023-07 Approve an Interfund Loan to Fund 241 from Fund 280
 - B. Update on the Management of HRA Properties
3. Adjournment



Request for Action

TO: Faribault Housing & Redevelopment Authority
FROM: David Wanberg, Community and Economic Development Director
THROUGH: David Wanberg, Community and Economic Development Director
MEETING DATE: April 28, 2023
SUBJECT: Resolution 2023-07 Approve an Interfund Loan to Fund 241 from Fund 280

BACKGROUND:

The Housing and Redevelopment Authority of Faribault, Minnesota (the "HRA") maintains Fund 280 for general HRA matters and Fund 241 for project-based voucher (scattered site/RAD/Faribault HRA, LLC) housing. Fund 241 needs additional funds to ensure proper operation and repair of project-based voucher housing until the fund is replenished and self-sustaining through the receipt of payments from the U.S. Housing and Redevelopment ("HUD") through the RAD program. The attached Resolution 2023-07 approves an interfund loan of \$250,000 from Fund 280 to Fund 241.

REQUESTED ACTION:

Approve Resolution 2023-07.

ATTACHMENTS:

1. Resolution 2023-07

**HOUSING AND REDEVELOPMENT AUTHORITY
OF FARIBAUT, MINNESOTA**

RESOLUTION 2023-07

APPROVE AN INTERFUND LOAN TO FUND 241 FROM FUND 280

BE IT RESOLVED by the Board of Commissioners of the Housing and Redevelopment Authority of Faribault, Minnesota ("HRA") as follows:

Section 1. Recitals.

1.01. The HRA has created and maintains a fund for HRA general matters (the "280 Fund").

1.02. The HRA has created and maintains a fund for Public Housing – scattered site/RAD/Faribault HRA LLC (the "241 Fund").

1.03. The 241 Fund is in need of funding in the amount of \$250,000 for the operating costs and improvements of the public housing/scattered site/RAD program until such time that the Fund 241 is replenished and self-sustaining through the receipt of payments from the U.S. Housing and Urban Development ("HUD") through the RAD program.

1.04. The HRA desires to account for such operating costs and improvements through an interfund loan as described herein.

1.05. The HRA desires to make a loan in the amount of \$250,000 from the 280 Fund to the 241 Fund over two (2) years at zero (0%) percent annual interest.

1.06. The loan from the 280 Fund will be repaid from the 241 Fund, with such repayment to be made upon such terms as determined by the HRA based upon HUD's reimbursements to the HRA through the RAD program.

Section 2. HRA Approval of the Loan.

2.01. A loan in the amount of \$250,000 from the 280 Fund to the 241 Fund is hereby approved, to be repaid upon such terms as determined by the HRA based upon HUD's reimbursements to the HRA through the RAD program.

2.02. The staff of the HRA and the HRA's attorney are hereby directed to

take all other actions necessary to implement the interfund loan.

Approved by the Housing and Redevelopment Authority of Faribault,
Minnesota this 28th day of April, 2023.

**HOUSING AND REDEVELOPMENT
AUTHORITY OF FARIBAULT,
MINNESOTA**

Matt Speckhals, Chair

ATTEST:

Brendan Kennedy, Vice Chairperson



Request for Action

TO: Faribault Housing & Redevelopment Authority
FROM: David Wanberg, Community and Economic Development Director
THROUGH: David Wanberg, Community and Economic Development Director
MEETING DATE: April 28, 2023
SUBJECT: Update on the Management of HRA Properties

BACKGROUND:

The Housing and Redevelopment Authority of Faribault, Minnesota (the "HRA") is transitioning management of its properties to Cornerstone Management Services, LLC. City Staff and Cornerstone have met over the past month to ensure a smooth transition. Cornerstone will officially start managing the HRA properties on May 1, 2023. City Staff will provide a more detailed update at the HRA's next regularly scheduled meeting on May 8, 2023.

REQUESTED ACTION:

None

ATTACHMENTS: