



CITY OF STAMFORD

888 WASHINGTON BOULEVARD
P.O. BOX 10152
STAMFORD, CONNECTICUT 06904-2152

MEMORANDUM

TO: Members of the Boards of Finance and Representatives

FROM: Caroline Simmons, Mayor
Sandra L. Dennies, Director of Administration

DATE: January 6, 2022

RE: Re-Appropriation of OTHRA Reserve Balance in Capital Projects Fund 10


SLD (Jan 27, 2022 17:21 EST)

This is a request to approve the correction of the transfer of \$2,735,268.78 of remaining OTHRA funds which were recently transferred from the Capital Projects Fund 10 to Capital Nonrecurring Fund 12. This transfer followed the dissolution of OTHRA and the transfer of the management change in operations of Old Town Hall from the OTHRA back to the City.

The City transferred remaining funds held for OTHRA to the Capital Nonrecurring Fund (Fund 12). However, the City has recently identified a receivable which was set up back in 2007 as an advance for the renovation of the Old Town Hall while the legal work on the tax structure for the transaction (including establishing the tax entities required to qualify for the tax credits) was being finalized. The receivable in the Capital Projects Fund 10 at the time of the dissolution of OTHRA was \$5,681,358.21 (as of 08/31/2021).

Therefore, it is being requested that the Boards approve the transfer of the current reserve balance of \$2,735,268.78 in the CNR Fund 12 (subject to a slight change based on daily market movement) back to Capital Projects Fund 10 to pay down the receivable. These funds will reduce the advance that the City made for OTHRA at its inception in 2007 and the City will write off the remainder of the balance in conjunction with recording the building and property as assets of the City.