

BUDGET REPORT FOR BUFFALO ERIE NIAGARA LAND IMPROVEMENT CORPORATION

Line Item Explanation

2015 FISCAL YEAR

- a) Income Carryover Unrestricted – the balance remaining for funds not tied to CRI #1 from the Office of the Attorney General. In 2014, **Revenues** total \$110,515.28 and include \$77,400.72 leftover from Erie County Budget (2013), a \$15,000 cash donation from an REO property, and tentative sales of three properties (39 Fowler, 45-55 Pyle, 257 Callodine) - totaling approximately \$18,114.56. **Expenditures** total \$3,338.91 and include reimbursable expenses, carrying costs (appraisals, insurance, initial closing costs), and Quickbooks accounting software.
- b) Income Carryover Restricted – the balance remaining of funds from CRI #1 from the Office of the Attorney General (award of \$2,087,500). **Expenditures** include *actual* salary and fringe expenses and *tentative* expenses of demolition and various closing costs for properties acquired with the intent of incorporating them into the CRI program funding and Phase I Environmental assessments – these expenditures are anticipated to be realized by the end of the year 2014. Likewise **Revenues** of this account include the *tentative* sale of five properties in the Town of Tonawanda – totaling approximately \$53,348, (a portion of these funds could feasibly be made “unrestricted” – see footnote in Proposed Budget 2015).
- c) Sales Unrestricted – the expected sales of property in 2015 of properties of unrestricted status. In 2015 it is anticipated that one property will be sold at a price of \$8,000 – this property is 100 Sawyer Avenue in the Town of Tonawanda.
- d) Sales Restricted – the expected sales of properties in 2015. In 2015 it is anticipated that eight properties will sell (53 W Main, 1745 Abbott, 235 W Royal, 290 Atlantic, 79 Ellen, and 83 Roland). The tentative aggregated revenue is approximately \$635,000.
- e) Property Tax Transfer, “Pay-it-Forward” – one year remittances of various properties of 50% of their property tax (i.e. “total town tax”) received by BENLIC in the year 2015.
- f) Proceeds Surplus Restricted – in the instance were the *local distribution proceeds* completely cover and exceed the amount of back taxes owed the FGU/ County and the maintenance & foreclosure costs owed the municipality – the excess (i.e. “Proceeds Surplus”) is received by BENLIC. The amount noted in the budget is a tentative estimate – two properties could produce such surplus
- g) Donations – this amount accounts for the fact that additional REO properties could be acquired by BENLIC along with which there is often a cash donation – such cash donation is the amount listed here, which is unrestricted. A typical donation is of \$20,000 and it is feasible that up to three properties could be acquired along with an average of \$20,000 cash donation for a total donation amount of \$60,000
- h) Grant/other – BENLIC staff seeks to acquire additional grant funds from other sources and is confident the organization can obtain an additional \$25,000 in revenue through grant or grants.