

September 30, 2024

To: Members of the Budget and Finance Committee

From: Sheryl M. M. Long, City Manager 

202402116

Subject: Emergency Ordinance – CMO: Moral Obligation Payment to The Center for Closing the Health Gap in Greater Cincinnati

Attached is an Emergency Ordinance captioned:

AUTHORIZING the payment of \$158,120.61 from the City Manager's Office General Fund non-personnel operating budget account no. 050x101x0000x7449 as a moral obligation to The Center for Closing the Health Gap in Greater Cincinnati for outstanding reimbursements related to leveraged funding services provided in Fiscal Year 2024.

This Emergency Ordinance authorizes the payment of \$158,120.61 from the City Manager's Office General Fund non-personnel operating budget account no. 050x101x0000x7449 as a moral obligation to The Center for Closing the Health Gap in Greater Cincinnati ("CHG") for outstanding reimbursements related to leveraged funding services provided in Fiscal Year 2024.

Pursuant to Ordinance Nos. 0201-2023 and 0202-2023, CHG received a total of \$750,000 in leveraged funding for Fiscal Year 2024. Under the City's leveraged funding agreement with CHG, Contract No. PSC 101 45x031 (the "Agreement"), up to \$465,360 was allocated for reimbursement of employee salaries, and up to \$259,640 was allocated for reimbursement of contractual services. Due to staffing challenges, CHG incurred higher-than-expected costs for contractual services, while spending significantly less on employee salaries in connection with the Agreement. CHG submitted a final invoice by July 31, 2024, showing total reimbursements exceeding the contractual services limit by \$158,120.61

The City Manager's Office encumbered \$750,000 in City Manager's Office General Fund non-personnel operating budget account no. 050x101x0000x7449 for the Agreement for leveraged funding in Fiscal Year 2024. Sufficient resources are available on the existing encumbrance for the CHG in City Manager's Office General Fund non-personnel operating budget account no. 050x101x0000x7449 to reimburse CHG for the additional contractual services provided in support of the Agreement.

The reason for the emergency is the immediate need to pay CHG for the outstanding reimbursements for the services rendered.

The Administration recommends passage of this Emergency Ordinance.

cc: Andrew M. Dudas, Budget Director
Karen Alder, Finance Director

Attachment