

February 17, 2023

Ms. Bette Wordelman, Director City of Lee's Summit Finance Department 220 SE Green Street Lee's Summit, MO 64063

Subject: Waiver of PILOT FYE 09/30/2022

Dear Ms. Wordelman,

The Housing Authority of the City of Lee's Summit Missouri (LSHA) hereby requests a waiver of Payment in Lieu of Taxes for its fiscal year ended September 30, 2022. The PILOT funds in the amount of \$33,874.16 will be used for capital improvements projects that the Housing Authority plans to undertake this year. The Housing Authority continues to make capital improvements to our properties, Lee Haven and Duncan Estates. These are necessary physical improvements designed to maintain our low-income public housing properties and help to ensure their long-term viability. Lee Haven was constructed in 1967, and Duncan Estates in 1996. LSHA is about to start construction on the first two phases of exterior renovations at our Duncan Estates properties, funded in part by Community Development Block Grant funds awarded by the city of Lee's Summit.

The Housing Authority maintains a conservative approach to budgeting and expenditure of limited federal, state and local resources. The only revenue source LSHA receives besides federal subsidies is tenant rental income, calculated at 30% of their adjusted household income. We serve primarily the elderly (age 65+) and physically and/or mentally disabled, client bases whose incomes consist mainly of Social Security benefits. In past years we have used PILOT funds to improve and maintain our properties, providing the tenants we serve with decent, safe and affordable housing — a precious resource in Lee's Summit with limited availability. Our goal is to continue to be a housing resource and proud member of the Lee's Summit community.

Thank you for your consideration. Please contact me with any questions or for further information.

Sincerely,

Erik A. Berg, PHM, VEM
Executive Director

Enc.: Computation of Payments in Lieu of Taxes