



DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES

Grants Management Division

m e m o r a n d u m

TO: Laurel Lunt Prussing, Mayor, City of Urbana

FROM: Elizabeth H. Tyler, ^{ELT} FAICP, Community Development Director

DATE: February 6, 2014

SUBJECT: **AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE FY2013-2014 (Federal Home Loan Bank of Chicago Affordable Housing Program – Urbana Transitional Housing Program Rehabilitation)**

Description

Included on the agenda of the February 10, 2014 Urbana Committee of the Whole meeting is an Ordinance to revise the Annual Budget Ordinance for FY 2013-2014, to allocate new funds to the City budget, specifically the Federal Home Loan Bank of Chicago Affordable Housing Program - Urbana Transitional Housing Program Rehabilitation.

Issues

The issue is whether the Committee of the Whole should approve the Ordinance Revising the Annual Budget Ordinance, FY 2013-2014 (Federal Home Loan Bank of Chicago Affordable Housing Program – Urbana Transitional Housing Program Rehabilitation).

Background

The City of Urbana proposes to amend the annual budget for FY 2013-2014 to add a new grant program to the City Budget, specifically the Federal Home Loan Bank of Chicago Affordable Housing Program - Urbana Transitional Housing Program Rehabilitation grant. The City of Urbana applied to the Federal Home Loan Bank of Chicago Affordable Housing Program, with Busey Bank as the sponsor, on June 28, 2013. On December 3, 2013, the City of Urbana received notification from the Federal Home Loan Bank of Chicago that the Urbana Transitional Housing Program Rehabilitation application was approved for funding. The subsidy agreement was then due by January 31, 2014 to the FHLBC.

The new grant will be used for the rehabilitation of two of the City of Urbana's Transitional Housing Units. It is recommended that this grant be placed in the Community Development Special Fund as a new line item. The AHP subsidy must be used exclusively for the purchase, construction, or rehabilitation of an owner-occupied project by or for very low-income, low-, or moderate-income households.

City of Urbana FHLBC AHP	Current	Increase
CD Special Fund		
Revenue		
Busey/FHLBC Grant	-0-	\$12,000
Expenditure		
Transitional Housing Program Rehab	-0-	\$12,000
Total FHLBC AHP Funds	-0-	\$12,000

Options

1. Approve the Ordinance Revising the Annual Budget Ordinance for FY 2013-14 (Federal Home Loan Bank of Chicago Affordable Housing Program - Urbana Transitional Housing Program Rehabilitation)
2. Approve the Ordinance Revising the Annual Budget Ordinance for FY 2013-2014 (Federal Home Loan Bank of Chicago Affordable Housing Program - Urbana Transitional Housing Program Rehabilitation), with changes.
3. Do not approve the Ordinance Revising the Annual Budget Ordinance for FY 2013-2014 (Federal Home Loan Bank of Chicago Affordable Housing Program - Urbana Transitional Housing Program Rehabilitation).

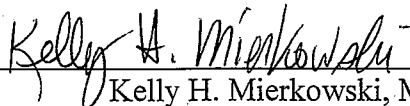
Fiscal Impacts

This grant will not have a negative impact on the City Budget, as these funds are considered revenue.

Recommendations

Staff and the Community Development Commission recommends that the City Council approve the attached budget revision ordinance.

Memorandum Prepared By:


 Kelly H. Mierkowski, Manager
 Grants Management Division

Attachments:

- (1) AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE, FY 2013-2014 [Federal Home Loan Bank of Chicago (FHLBC) Affordable Housing Program -- Urbana Transitional Housing Program Rehabilitation]

ORDINANCE NUMBER 2014-02-015

**AN ORDINANCE REVISING THE ANNUAL BUDGET ORDINANCE FY 2013-2014
(Federal Home Loan Bank of Chicago Affordable Housing Program)
(Urbana Transitional Housing Program Rehabilitation)**

WHEREAS, the Annual Budget Ordinance of and for the City of Urbana, Champaign County, Illinois, for the fiscal year beginning July 1, 2013, and ending June 30, 2014, (the "Annual Budget Ordinance") has been duly adopted according to sections 8-2-9.1 et seq. of the Illinois Municipal Code (the "Municipal Code") and Division 2, entitled "Budget", of Article VI, entitled "Finances and Purchases", of Chapter 2, entitled "Administration", of the Code of Ordinances, City of Urbana, Illinois (the "City Code"); and

WHEREAS, the City Council of the said City of Urbana finds it necessary to revise said Annual Budget Ordinance by deleting, adding to, changing or creating sub-classes within object classes and object classes themselves; and

WHEREAS, funds are available to effectuate the purpose of such revision; and

WHEREAS, such revision is not one that may be made by the Budget Director under the authority so delegated to the Budget Director pursuant to section 8-2-9.6 of the Municipal Code and section 2-133 of the City Code.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. That the Annual Budget be and the same is hereby revised to provide as follows:

FUND: Community Development Special Fund

REVENUES:

INCREASE REVENUE: BUSEY/FHLBC GRANT \$12,000

EXPENDITURES:

INCREASE TRANSITIONAL HOUSING REHAB \$12,000

Section 2. This Ordinance shall be effective immediately upon passage and approval and shall not be published.

Section 3. This Ordinance is hereby passed by the affirmative vote of two-thirds of the members of the corporate authorities then holding office, the "ayes" and "nays" being called at a regular meeting of said Council.

PASSED by the City Council this _____ day of _____,

_____.

AYES:

NAYS:

ABSTAINED:

Phyllis D. Clark, City Clerk

APPROVED by the Mayor this _____ day of _____,

_____.

Laurel Lunt Prussing, Mayor